



FY 2017-18 Budget Presentation

Higher Education and Technical College Budget Subcommittee
House Ways & Means Committee

Rep. Brian White, Interim Chair

Rep. Gilda Cobb-Hunter

Rep. Mike Sottile

January 10, 2017

SC Commission on Higher Education (CHE)

Promotes quality and efficiency in the state system of higher education with the goal of fostering economic growth and human development in South Carolina

- Established in 1967 as the coordinating board for SC's 33 public colleges & universities
- Authorizing Legislation SC Code of Laws §59-103-5, et seq.
Promulgated Regulations, SC Code of Regulations Chapter 62
- Offices located at 1122 Lady St., Suite 300, Columbia, SC, 29201
- Web Address: www.che.sc.gov Main Number: 803.737.2260
- CHE provides statewide policy direction, management, and oversight of the state's higher education enterprise including:
 - ✓ Degree Program Review & Approvals
 - ✓ Higher Education Funding
 - ✓ Licensing of Nonpublic Postsecondary Education
 - ✓ Facilities Project Approvals
 - ✓ Student Financial Aid
 - ✓ Data & Accountability Systems
 - ✓ Statewide Coordination and Effectiveness
 - ✓ Access, Awareness & Success
- CHE also
 - serves as the State Approving Agency (SAA) for Veterans Education and Training Programs
 - serves as the Fiscal Agent for the Partnership Among Academic Libraries (PASCAL)
 - staffs the SC Research Centers of Economic Excellence program (SmartState®) which is overseen by the Research Centers of Economic Excellence Review Board.

15 COMMISSION MEMBERS

8 Appointed by Governor with advice and consent of Senate. Including:

1 member statewide at-large appointed as Chair

3 members statewide at-large

3 members (Trustees) representing the sectors of public colleges & universities

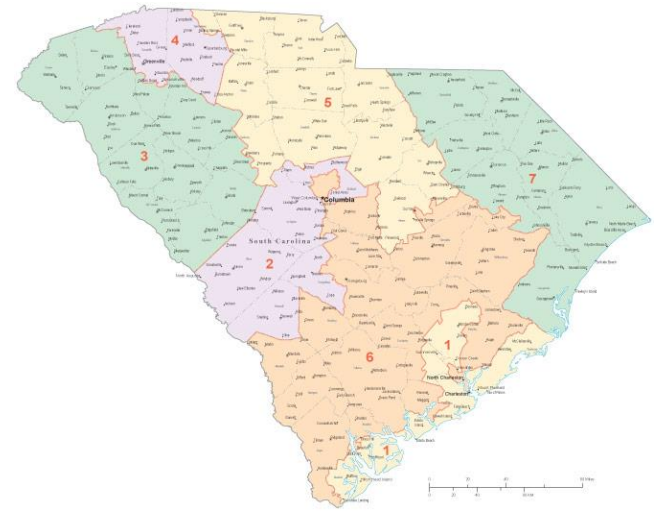
1 member (President, non-voting) representing the independent colleges & universities *

7 Appointed by Governor upon recommendation of the majority of the Legislative Delegation. Including 1 member from each Congressional District

For additional about CHE members, see www.che.sc.gov (“About CHE”)

CHE FY16 Accountability Report

http://www.che.sc.gov/CHE_Docs/executivedirector/CHE_Accountability%20Report%20Final%202016.12.21.pdf



COMMISSIONERS

Mr. Tim M. Hofferth, Chair

Mr. Devron Edwards, Statewide At-Large

Mr. Ken Kirkland, Statewide At-Large

Dr. Jennifer Settlemyer, Statewide At-Large

Ms. Terrye C. Seckinger, 1st CD

VADM Charles Munns, USN (ret.), 2nd CD

Dr. Bettie Rose Horne, 3rd CD

Ms. Dianne C. Kuhl, 4th CD

Mr. Kim F. Phillips, 5th CD

Vacant, 6th CD

Vacant, 7th CD

Dr. Louis B. Lynn, SC Public Research Institutions

Ms. Allison Dean Love, Public SC 4-Year Comprehensive Institutions

Mr. Paul O. Batson, III, SC Public Technical Colleges

Dr. Evans Whitaker, SC Independent Coll. & Univ.

SC Higher Education Structure and Overview

Higher Education Organization in SC

Public Higher Education

SC Commission on Higher Education

15-member Commission responsible for coordinating public higher education.
CHE is also the licensing authority for nonpublic postsecondary education

33 Public Colleges & Universities

3 Research Institutions

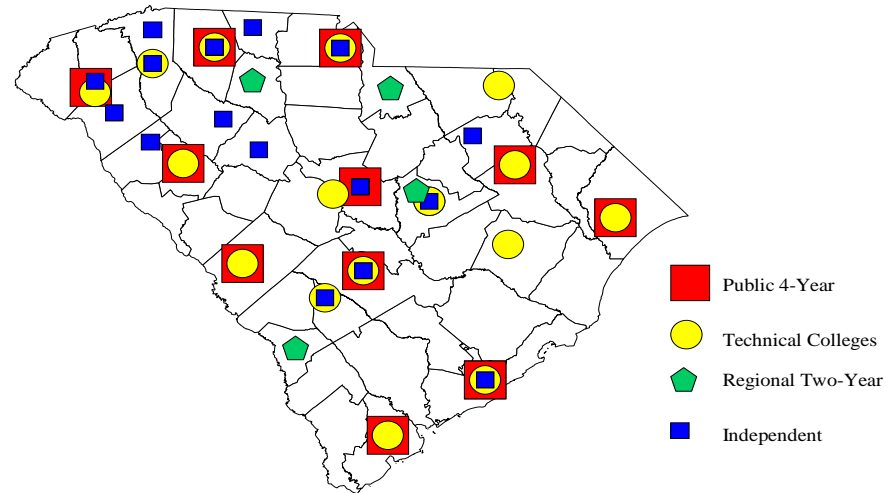
10 Four-Year Comprehensive Teaching Institutions

4 Two-Year USC Regional Campuses

State Technical Comprehensive Education System

16 Technical Colleges

General Locations of Public and Independent SC Institutions



Independent Colleges & Universities in South Carolina

27 headquartered in SC including:

22 Senior Institutions

3 Two-Year Institutions

2 Professional Schools

(Law and Chiropractic)

26 other degree-granting institutions licensed by CHE to operate in SC

Links to SC colleges and universities are accessible at www.che.sc.gov

Mission for Higher Education

§ 59-103-15(A)

... to be a global leader in providing a coordinated, comprehensive system of excellence in education by providing instruction, research, and life-long learning opportunities which are focused on economic development and benefit the State of South Carolina

... goals to be achieved through this mission

- ✓ high academic quality
- ✓ affordable and accessible education
- ✓ instructional excellence
- ✓ coordination and cooperation with public education
- ✓ cooperation among General Assembly, CHE, Council of Presidents of State Institutions, institutions of higher learning, and the business community
- ✓ economic growth
- ✓ clearly defined missions

Primary Mission By Sector

§59-103-15(B), Act 359 of 1996

Research Institutions

Clemson Univ. of SC Columbia Medical Univ. of SC

- college-level baccalaureate, master's, professional, and doctoral degrees which lead to continued education or employment
- research through the use of government, corporate, non-profit organization grants, and/or state resources
- public service to the State and local community

SECTOR: One of four groupings of SC Public Higher Education Institutions identified by mission in legislation

Four-Year Comprehensive Teaching Institutions

The Citadel

Lander

USC Upstate

College of Charleston ¹

SC State ³

Winthrop

Coastal Carolina ²

USC Aiken

Francis Marion

USC Beaufort ⁴

- college-level baccalaureate, master's, and certain doctoral degrees which lead to employment or continued education, or both
- limited and specialized research
- public service to the State and local community

¹ On September 4, 2014, CHE approved a revised mission statement for the College of Charleston that designates the University of Charleston, South Carolina (created as a component of the College in 1992) as a research institution as that term is defined in SC law for the purpose of offering master's degrees and anticipated and limited doctoral degrees as warranted.

² Act No. 213 of 2012, Section 1, eff. Jun 7, 2012, allowed Coastal Carolina to offer a Ph.D. in Marine Science upon CHE approval.

³ As part of the 1981 SC Plan for Equity and Equal Opportunity in the Public Colleges and Universities, SC State University is the only public in-state institution approved to offer the Ed.D. in Education Administration (1983).

⁴ CHE approved a mission change for USC Beaufort to move from 2- to 4-year status in June 2002. USC Beaufort does not currently offer degrees at the master's level.

Two-Year Institutions

Branches of the University of SC

USC Lancaster

USC Sumter

USC Salkehatchie

USC Union

- associates' degrees which lead to continued education at a four-year or research institution
- public service to the State and local community

State Technical and Comprehensive Education System

Aiken	Greenville	Orangeburg-Calhoun	Tri-County
Central Carolina	Horry-Georgetown	Piedmont	Trident
Denmark	Midlands	Spartanburg	Williamsburg
Florence-Darlington	Northeastern	TC of Lowcountry	York

- post-secondary vocational, technical, and occupational diploma or certificate programs leading directly to employment or maintenance of employment and associate degree programs which lead to employment or continued education at a four-year or research institution
- up-to-date and appropriate occupational training for adults
- special school programs that provide training for employees of prospective or existing industry in order to enhance the economic development of South Carolina
- public service to the State and local community

SC Independent and Private Institutions and Other Licensed Postsecondary Degree-Granting Institutions

SC Independent/Private Senior Institutions

22

Allen University
 American College of the Building Arts (*established 2004*)
 Anderson University
 Benedict College
 Bob Jones University
 Charleston Southern University
 Claflin University
 Coker College
 Columbia International University
 Columbia College
 Converse College
 Erskine College
 Furman University
 Limestone College
 Morris College
 Newberry College
 North Greenville University
 Presbyterian College
 Southern Methodist College
 Southern Wesleyan University
 Voorhees College
 Wofford College

SC Independent/Private Two-year Colleges

3

Clinton Junior College
 Spartanburg Methodist College
 Forrest College (For Profit, 2-year)

SC Independent/Private Professional Schools

2

Sherman College of Chiropractic
 Charleston School of Law (Private, For Profit; *established 2003*)

Out-of-State Degree-Granting Institutions

with Branches in SC, CHE Licenses to Operate in SC

26

Art Institute of Charleston
 Augusta University
 Brown Mackie College
 Centura College
 ECPI College of Technology
 Embry-Riddle Aeronautical University
 Florida Institute of Technology
 Fortis College
 Gardner-Webb University
 Golf Academy of America
 Lenoir Rhyne University
 Lesley University
 Miller-Motte Technical College
 Professional Golfers Career College
 Remington College - Mobile Campus, Inc.
 Saint Leo University
 Savannah College of Art and Design
 South University
 Southeastern Institute
 Springfield College
 Stayer University
 Troy University
 University of Phoenix
 Virginia College
 Edward Via College of Osteopathic Medicine (VCOM)
 Webster University

SC Higher Education Abstract

Resource for SC Higher Education Statistics. For Frequently Used Higher Education Acronyms and a Glossary of Higher Education Terms, see appendix.

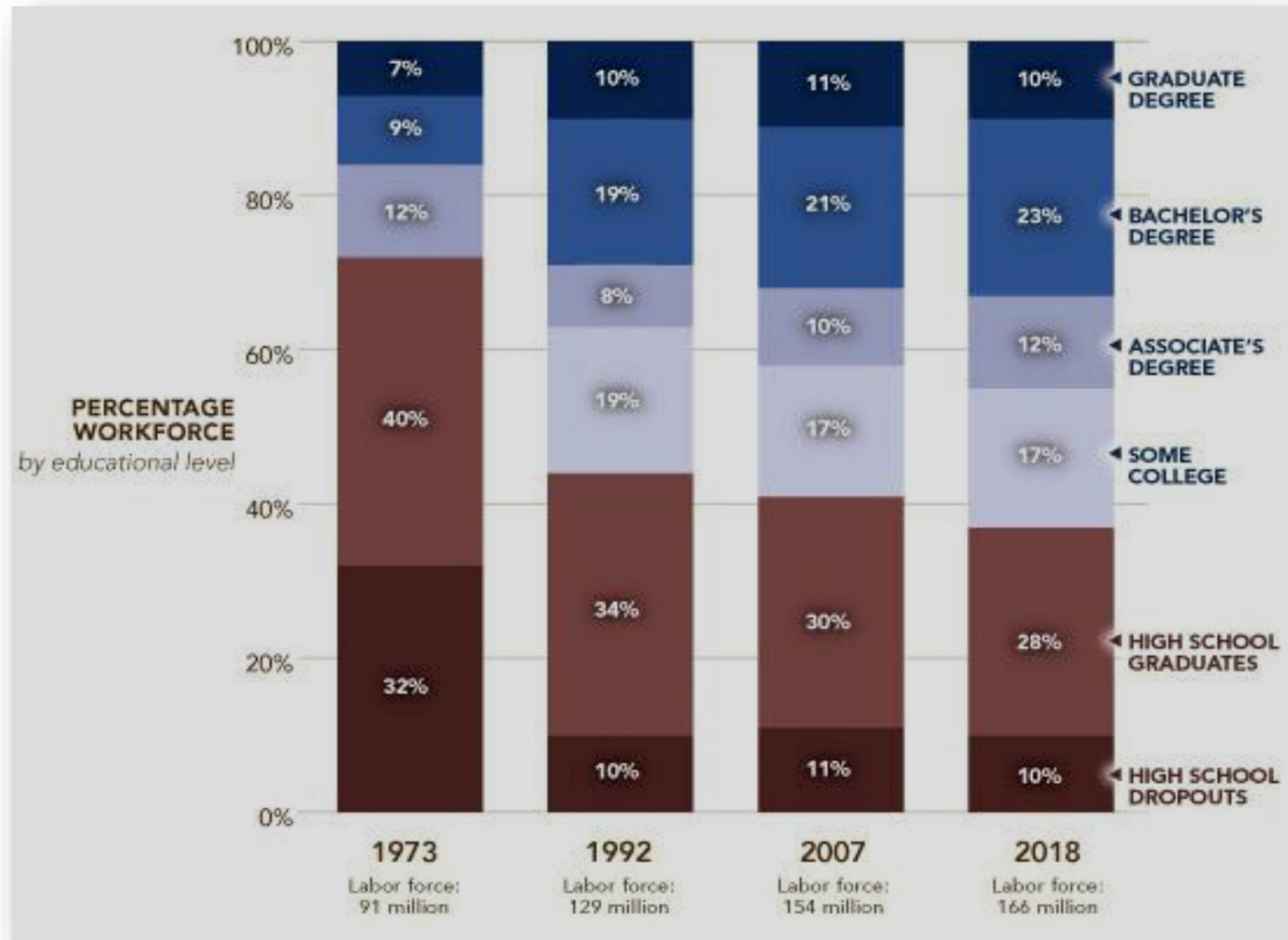
CHE publishes this report annually. Updated statistical data and other reports are made available throughout the year through CHE's online Data Catalog. To access, see

<http://www.che.sc.gov/DataPublications.aspx>

Higher Education is of Increasing Importance and Value

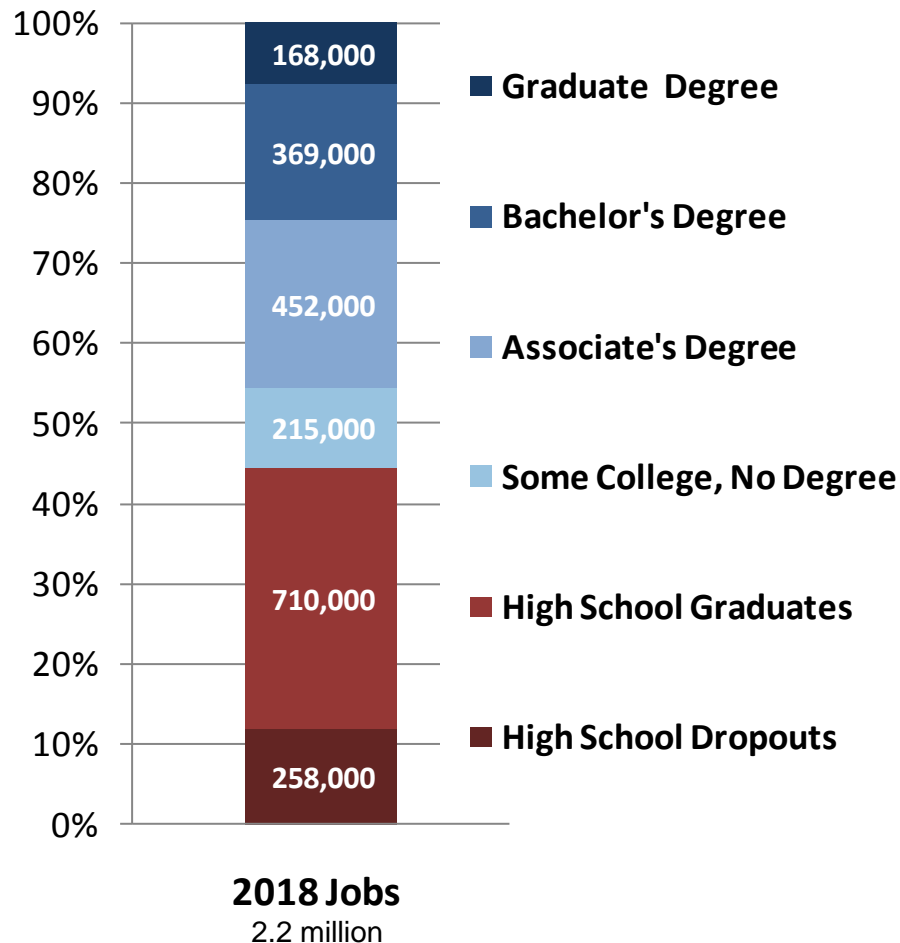
- ✓ Workforce for a successful economy
- ✓ Innovation for Quality of Life
- ✓ Better Citizenry

NATIONALLY **63%** of all jobs will require postsecondary training beyond high school by 2018



Source: Georgetown University, Center on Education and the Workforce

SOUTH CAROLINA, 56% (1.2 million) of jobs will require postsecondary training beyond high school by 2018



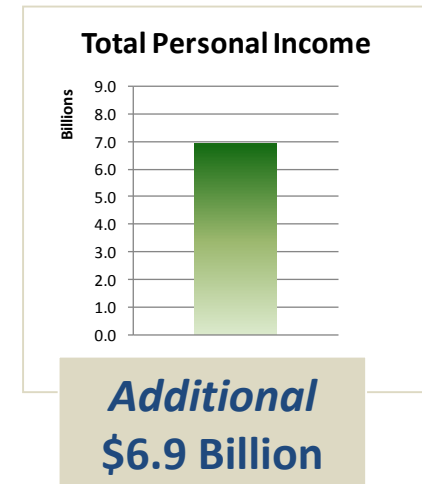
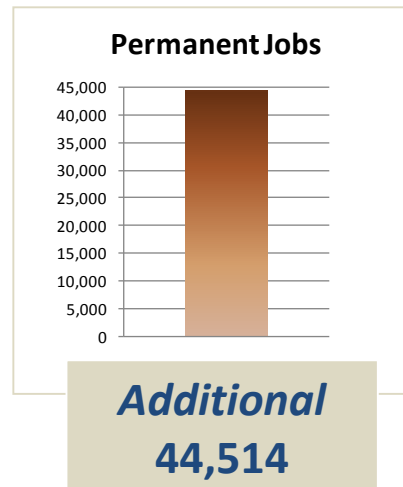
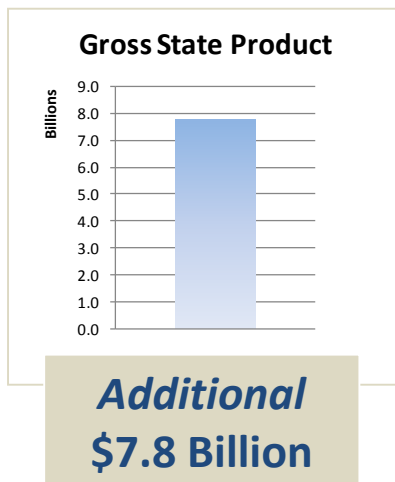
Between 2008 and 2018

- New jobs in SC requiring postsecondary education and training will grow by 94,000 while jobs for high school graduates and dropouts will grow by 40,000
- SC will create 630,000 job vacancies both from new jobs and from job openings due to retirement
- 349,000 of these job vacancies will be for those with postsecondary credentials, 206,000 for high school graduates, and 75,000 for high school dropouts

Return on Educational Investment

-- increasing Bachelors Degrees from 23% to 30% would:

- Benefit the individual
 - Lifetime income of a SC full-time worker with a bachelor's degree is on average \$2.5M vs. \$1.3M for a high school graduate.
- Benefit South Carolina's Economy
 - Average annual return of \$11 for every \$1 invested (that's net of all government and personal expenditures) over 20 years in reaching the goal. By 2030, **each \$1 invested in higher education boosts SC's annual gross state product by \$25.**



SC Higher Education Students

FULL-TIME STUDENT – A student enrolled for 12 or more semester credits or 12 or more quarter credits each term. Graduate: A student enrolled for 9 or more semester credits, or 9 or more quarter credits, or a student involved in thesis or dissertation preparation that is considered full time by the institution.

FULL-TIME EQUIVALENT (FTE) STUDENT ENROLLMENT – Calculated as fifteen (15) credit hours per semester for an undergraduate student, twelve (12) credit hours per semester for a master's student, and nine (9) credit hours per semester for doctoral students. First professional pharmacy are fifteen (15) credit hours per semester and first professional law are fourteen (14) credit hours per semester. Medicine and Dentistry are considered full-time programs.

PART-TIME STUDENT ENROLLMENT – Undergraduate: A student enrolled for less than 12 semester or quarter credits. Graduate: A student enrolled for less than 9 semester or quarter credits.

GEO-ORIGIN – The first reported Geographic origin of the student enrolling in a South Carolina institution. If unknown is reported, totals are included in Geo-Origin Non-S.C.

IN-STATE STUDENT – A student who is a legal resident of the state in which he/she attends college.

Explanations and Changes in the Categories for Race/Ethnicity Reporting

Note: New Definitions and reporting requirements to the federal government for race and ethnicity have been adopted in accordance with the final guidance issued by the U.S. Department of Education on October 19, 2007. These changes are necessary to implement the US Office of Management and Budget's (OMB) 1997 Standards for Maintaining, Collecting, and Presenting Federal Data on Race and Ethnicity. Full implementation occurred with Fall 2010 IPEDS reporting. For more details on the changes, please see the following web site: <http://nces.ed.gov/ipeds/reic/resource.asp>.

Under the new guidelines, individuals may select an ethnicity and one or more races. The ethnicity choice is between Hispanic and not Hispanic. Hispanic is defined as a person of Cuban, Mexican, Puerto Rican, South or Central American, or Spanish culture or origin, regardless of race. To match Federal reporting guidelines, all who select Hispanic will be reported under this category and non-Hispanic individuals who select more than one race will be reported in the category titled Two or More Races. Those individuals who select non-Hispanic and a single race will be reported under the single race.

- Under the new guidelines, all individuals who select Hispanic as their ethnicity will be reported here regardless of the race or races selected.
- The new definition separates Asian, Native Hawaiian, and Other Pacific Islander. During the next few years as we transition between the old and new definitions, the data reported under the old definition of Asian or Pacific Islander will be included under Asian so that a mapping of the data from old definitions to new definitions can occur.
- Non-Hispanics who select more than one race will be reported under the label Two or More Races.

2014 CHE Higher Education Abstract , Appendix 6, p.146.

Nonwhite defined as Hispanic, American Indian – Alaskan Native, Asian, Black – African American, Native Hawaiian – Pacific Islander, and Two or more Races.

CHE Report on Admission Standards for First-time Entering Freshmen

- CHE monitors annually admissions standards at public research and 4-year comprehensive colleges and universities pursuant to 59-103-45(3) and monitors the effect of compliance with admission prerequisites pursuant to 59-104-10(A)
- Report includes information on:
 - applications, acceptances, and enrollments
 - high school course prerequisites and compliance
 - SAT and ACT scores
 - provisionally admitted students
 - Institution minimum admission standards

Tuition and Required Fees History

- CHE has no role in setting tuition and fees
- Collects information from colleges and universities and publishes annual report by
 - institution
 - sector
 - in-state vs. out-of-state
 - undergraduate/graduate/professional
 - five- and ten-year tuition histories
 - detailed information about dedicated uses of tuition and required fees

DETERMINATION OF RATES OF TUITION & FEES – RESIDENCY EXCEPTIONS

Determination of residency for tuition and fee purposes is in accordance with South Carolina Code of Laws § 59-112-10 et seq and State Regulation 62-600 through 62-612.

South Carolina provides for limited legal exceptions that allow some non-residents to qualify for in-state fees. For students in the following categories, the out-of-state tuition differential is waived due to the state law and students pay in-state rates. These exceptions include the following:

- 1) military personnel and their dependents assigned to duty in South Carolina [§59-112-50(A), R.62-609(A)(1)];
- 2) faculty/staff employed by SC public higher education institutions and their dependents [§59-112-60(A), R.62-609(A)(2)];
- 3) retirees and their dependents who reside in SC and have been domiciled in SC for less than 12 months and maintain a South Carolina residence [R.62-609(A)(4)];
- 4) full-time employees in SC and their dependents who have taken all steps to establish residency but who have not yet resided in South Carolina for the requisite 12 months [§59-112-20(B), R.62-609(A)(3);
- 5) students participating in the reciprocal SREB Academic Common Market program whereby students may take programs not available in their state but offered in another state within the region at the in-state rate [R.62-609(B)];
- 6) students from regions in established reciprocal tuition agreements which enable in-state tuition and fee reciprocity [§59-112-20(E), §59-112-70(A)(B)(C), §59-112-110, §59-112-120, §59-125-95 and 59-112-140]; and
- 7) non-resident aliens in approved VISA classifications once they have been awarded permanent resident status and meet statutory provisions for residency and domiciliary[R.62-604(A)].

An additional provision to provide access to in-state tuition and fees for non-resident veterans was added with legislation passed during the 2015 Session:

- Act 11 of 2015, took effect July 1, 2015 and amended State law by adding 59-112-50C to provide that eligible veterans and covered individuals receiving GI Bill Benefits are entitled to receive in-state tuition and fees regardless of time residing in-state.
- The new law enabled SC to comply with the federal Choice Act of 2014. If SC had not complied, public institutions would have lost access to veterans education benefits.

Waivers

In addition to the exceptions listed on prior slide for tuition and fee purposes, state law allows all public colleges and universities to:

- adopt policies to waive some or all of the out-of-state tuition rates for those nonresident students who receive scholarship aid. [§59-112-70(A)];
- offer educational fee waivers to no more than four percent of the undergraduate student body (resident and nonresident) [§59-101-620];
- for public institution of higher learning with a law school, fee waivers to no more than four percent of the law school student body may be offered. This waiver does not affect the capacity of the fee waivers for four percent of the undergraduate student body. This waiver must not be applied to fees for out-of-state students [§59-112-130];
- Free tuition is provided regardless of residency for certain children of veterans are eligible for free tuition [§59-111-20] as are children of fireman, law enforcement or government employees killed or totally disabled in line of duty [§59-111-110]; and

(NOTE: General information on tuition and fees and other provisions may apply.)

“4%” Tuition Waiver

SC Code of Laws, §59-101-620. *Educational fee waivers.*

A public institution of higher learning may offer educational fee waivers to no more than four percent of the undergraduate student body.

SC Code of Laws, §59-112-130. *Institutions with law schools; fee waivers.*

A public institution of higher learning with a law school may offer fee waivers to no more than four percent of the law school student body. This waiver does not affect the capacity of the fee waivers for four percent of the undergraduate student body. This waiver must not be applied to fees for out-of-state students.

- Unlike other forms of student financial aid, CHE has no oversight authority or data collection mandate for waivers

- **11.15.** (CHE: Abatements) By November 1st of each year, state supported institutions of higher learning must submit to the Commission on Higher Education, or its successor entity, the number of out-of-state students during the prior fiscal year that received abatement of rates pursuant to Section 59-112-70 of the 1976 Code. The report must include the geo-origin of the student, class of the student, comprehensive listing of all financial awards received by the student, number of semesters the student has received the abated rate, as well as the athletic status of the student. The report must also include the calculation method used to determine the abatement amount awarded to students as well as the number of students that received educational fee waivers pursuant to Section 59-101-620.

Fall 2015 Undergraduate Students - Out-of-State

59-112-70 (A) Notwithstanding other provisions of this chapter, the governing boards listed in section 59-112-10A are authorized to adopt policies for the abatement of any part of all of the out-of-state rates for students who are recipients of scholarship aid.

As of 1/10/17

Fall 2015 Undergraduate Students	Total	Number by Student Level					Abatement of Out-of-State Rates					Other Aid - Value						Number by Geo-Origin (State of Origin)				Athletes	
	Number	Freshman	Sophomore	Junior	Senior	Unclassified Undergraduate	# Full Abatement	# Partial Abatement	Amt Full Abatement	Amt Partial Abatement	(\$ Total Abatement)	Federal Grants/ Scholarships	State Grants/ Scholarships	Local Grants/ Scholarships	Institutional Grants/ Scholarships	Private Grants/ Scholarships	(\$ Total Other Aid-Value)	1-SC	2-Non-SC	3-Foreign Country	4-Unknown	Yes	No
3425 Clemson University	2,564	601	684	513	766		270	2,294	\$2,432,434	\$10,661,624	\$13,094,058	\$377,093	\$0	\$0	\$16,692,191	\$828,787	\$17,520,978	3	2,524	37		245	2319
3448 U. S. C. - Columbia	5,453	1,629	1,352	1,249	1,223		3,546	1,907	\$27,365,964	\$13,010,641	\$40,376,605	\$802,079			\$4,425,013	\$889,193	\$5,314,206	111	5,251	3	88	284	5169
3438 Medical University of South Carolina	1			1				1	\$10,000	\$10,000	\$10,000				\$10,000		\$10,000						1
3423 The Citadel	137	40	39	33	25		80	57	\$811,230	\$296,609	\$1,107,839	\$227,108	\$2,250	\$0	\$1,198,434	\$186,075	\$1,198,434		128	9		125	12
3451 Coastal Carolina University	1,356	477	416	258	205		213	1,143	\$1,472,160	\$2,783,456	\$4,255,616	\$587,565	\$6,750	\$0	\$1,957,497	\$186,075	\$2,143,572	7	1,283	66		236	1120
3428 College of Charleston	500	166	109	79	146		193	307	\$1,692,996	\$1,157,353	\$2,850,349	\$101,367	\$7,500	\$0	\$750,202	\$59,832	\$810,034	1	496	2	1	12	488
9226 Francis Marion University	125	4	34	29	58		125		\$598,305	\$598,305	\$89,875				\$370,929	\$17,250	\$388,179		84	41		117	8
3435 Lander University	210	67	43	44	55	1	210		\$1,003,483	\$1,003,483	\$78,543		\$0	\$0	\$537,347	\$4,750	\$542,097	14	112	84		120	90
3446 South Carolina State University	115	23	43	16	33		107	8	\$522,588	\$25,880	\$548,468	\$156,780			\$1,475,207		\$1,475,207	15	89	11		60	55
3449 U. S. C. - Aiken	151	38	38	35	40		101	50	\$478,434	\$219,214	\$697,648	\$56,101			\$34,681	\$6,649	\$41,330	24	86	4	37	100	51
3450 U. S. C. - Beaufort	164	75	40	28	21		52	112	\$251,841	\$572,752	\$824,593	\$103,343			\$130,016	\$7,800	\$137,816	16	133	10	5		164
6951 U. S. C. - Upstate	208	66	51	41	50		124	84	\$653,180	\$444,281	\$1,097,460	\$98,220			\$693,043	\$8,540	\$701,583	19	154	7	28	157	51
3456 Winthrop University	335	72	73	77	111	2	249	86	\$1,645,512	\$355,017	\$2,000,529	\$202,491	\$0	\$0	\$1,094,072	\$49,327	\$1,143,399	261	74			157	178
3453 U. S. C. - Lancaster	27	21	4	2			27		\$131,220	\$131,220	\$14,865				\$9,000	\$391	\$9,391	8	19				27
3454 U. S. C. - Salkehatchie	30	24	6				30		\$145,800	\$145,800	\$33,782				\$7,250		\$7,250	4	21		5		30
12112 U. S. C. - Sumter	19	14	4	1			19		\$92,340	\$249,236	\$24,118				\$6,250		\$6,250	2	16		1		19
10056 Aiken Technical College	188	141	47				188		\$156,896	\$156,896	\$325,204	\$568	\$568	\$0	\$4,673	\$0	\$4,673	28	160				188
3990 Florence-Darlington Technical College	37	34	3				37		\$51,591	\$51,591	\$26,531	\$0	\$0	\$0	\$14,545	\$10,539	\$25,084		37				37
3991 Greenville Technical College	26	20	6				6	20	\$14,511	\$39,232	\$53,743	\$92,614	\$0	\$0	\$4,215	\$0	\$4,215	2	22	2			26
9910 Technical College of The Lowcountry	17	14	1			2	17		\$26,492	\$26,492	\$34,487	\$375	\$0	\$0	\$0	\$0	\$0		17				17
4926 Tri-County Technical College	2	2					2		\$4,242	\$4,242	\$4,242	\$0	\$0	\$0	\$4,242	\$0	\$4,242			2			2
4920 Trident Technical College	6	4	1			1	5	1	\$4,389	\$576	\$4,965				\$1,000		\$1,000	6					6
Grand Total	11,671	3,532	2,994	2,406	2,733	6	5,367	6,304	\$39,175,151	\$29,957,089	\$69,132,240	\$3,432,166	\$17,443	\$0	\$29,419,805	\$2,069,133	\$31,488,938	260	10,894	352	165	1,613	10,058

Fall 2015 Undergraduate Students - Sister-State

59-112-70 (B) State-supported colleges and universities, including the technical colleges, may waive the nonresident portion of tuition and fees for those students who are participating in an international Sister-State agreement program which the Governor and the General Assembly have entered to promote the economic development of South Carolina. The nonresident fee waiver for the students is applicable only for those Sister-State agreements where South Carolina students receive reciprocal consideration. The Commission on Higher Education, through coordination with the State Budget and Control Board, will annually notify institutions of the Sister-State agreements eligible for the nonresident fee waiver. The credit hours generated by these students must be included in the Mission Resource Requirement for funding.

	Total	Number by Student Level					Abatement of Out-of-State Rates					Other Aid - Value						Number by Geo-Origin (State of Origin)				Athletes		
						Unclassified Undergraduate	# Full Abatement	# Partial Abatement	Amt Full Abatement	Amt Partial Abatement	(\$ Total Abatement	Federal Grants/ Scholarships	State Grants/ Scholarships	Local Grants/ Scholarships	Institutional Grants/ Scholarships	Private Grants/ Scholarships	(\$ Total Other Aid - Value	1-SC	2-Non-SC	3-Foreign Country	4-Unknown	Yes	No	
Fall 2015 Undergraduate Students	Number	Freshman	Sophomore	Junior	Senior	Undergraduate																		
3425 Clemson University	7	1			1		5	7	\$66,213		\$66,213	\$0	\$0	\$0	\$66,213	\$0	\$66,213		1	6			1	6
3448 U. S. C. - Columbia	32	20	4	2	6			32	\$344,354		\$344,354				\$250		\$250	3	14		15			32
3449 U. S. C. - Aiken	247	52	28	52	115			247	\$1,073,397		\$1,073,397	\$267,743	\$1,250		\$17,970	\$8,300	\$26,270	23	213		11	19		228
3450 U. S. C. - Beaufort	92	25	18	27	22			92	\$431,481		\$431,481	\$77,578			\$14,500	\$7,750	\$22,250	2	87		3			92
6951 U. S. C. - Upstate	2	2						2	\$10,650		\$10,650				\$4,259		\$4,259			2		2		
3990 Florence-Darlington Technical College	25	12	13					25	\$33,234		\$33,234	\$12,653	\$0	\$0	\$750	\$26,391	\$27,141		25					25
9910 Technical College of The Lowcountry	121	93	28					121	\$164,680		\$164,680	\$313,123	\$16,290	\$0	\$1,330		\$1,330		121					121
Grand Total	526	205	91	82	143	5	526	0	\$2,124,009	\$0	\$2,124,009	\$671,097	\$17,540	\$0	\$105,272	\$42,441	\$147,713	28	461	6	31	22	504	

Fall 2015 Undergraduate Students - Institutional Sister-State

59-112-70 (C) State-supported colleges and universities that have an established an ongoing relationship in one or more degree programs with an international institution, the terms of which have been formally approved the institution's board of trustees, and a relationship that includes regular arrangements for the enrollment of qualified students and the exchange of faculty between the institutions, although not necessarily in equal exchange numbers, may waive the nonresident portion of tuition and fees for nonresident students enrolled in the program.

Fall 2015 Undergraduate Students

3425 Clemson University
3448 U. S. C. - Columbia
3449 U. S. C. - Aiken
6951 U. S. C. - Upstate

Grand Total

Total	Number by Student Level					Abatement of Out-of-State Rates					Other Aid - Value						Number by Geo-Origin (State of Origin)				Athletes	
	Unclassified					# Full	# Partial	Amt Full	Amt Partial	(\$)	Federal	State Grants/	Local Grants/	Institutional	Private	(\$)	3-Foreign				Yes	No
Number	Freshman	Sophomore	Junior	Senior	Undergraduate	Abatement	Abatement	Abatement	Abatement	Total Abatement	Grants/ Scholarships	Scholarships	Scholarships	Grants/ Scholarships	Grants/ Scholarships	Other Aid - Value	1-SC	2-Non-SC	Country	4-Unknown		
43					43	43		\$304,038		\$304,038		\$0	\$0	\$0	\$304,038	\$0			3	40	181	43
182	182						182		\$1,714,944	\$1,714,944					\$1,049,889	\$1,049,889	1				2	182
2	2					2		\$9,594		\$9,594					\$9,878	\$9,878					2	2
19	19					11	8	\$36,575	\$84,072	\$120,647						\$0				19		19
246	203	0	0	0	43	56	190	\$350,207	\$1,799,016	\$2,149,223	\$0	\$0	\$0	\$1,363,805	\$0	\$1,363,805	1	3	40	202	0	246

Scholarships & Grants

SC Undergraduate Student Financial Aid

Scholarships and Grants

Scholarships and grants are forms of financial aid that help students pay for postsecondary education. Unlike student loans, scholarships and grants do not have to be repaid. Over the years, millions of dollars in scholarships and grants have been awarded to eligible students attending South Carolina public and independent colleges. The state provides financial assistance to eligible students in the form of need-based, merit-based, and other financial aid.

In South Carolina, students may be eligible to receive one of the three statewide, merit-based scholarships: Palmetto Fellows Scholarship, Legislative Incentives for Future Excellence (LIFE) Scholarship, or SC HOPE Scholarship. Additional funding is available for enhancements to the LIFE Scholarship and Palmetto Fellows Scholarship based on declared majors in approved mathematics and science programs.

Please be aware that the information provided is subject to change and updates are made as necessary. For the most up-to-date information, visit the Commission's web site at www.che.sc.gov.

General Eligibility Requirements for all State Scholarships and Grants.

The Student must:

- 1) Be a US citizen/legal permanent resident;
- 2) Be a SC resident;
- 3) Be enrolled as a degree-seeking student at an eligible SC public or independent institution;
- 4) Not owe a refund or repayment on any State or Federal financial aid and not be in default on a Federal student loan; and
- 5) Certify that he/she has never been convicted of any felonies (not required for Lottery Tuition Assistance) and has not been convicted of any second or subsequent alcohol and/or drug-related misdemeanors within the past academic year.

General Summary Notes on Scholarships and Eligibility

Award	Who/Where	Amount	Criteria to Earn	Length	Renewal
PFS <i>(est 1988)</i>	Attending Full-time at eligible <u>4-yr</u> public or independent institution	Up to \$6,700 in 1 st year and up to \$7500 in 2 nd -4 th year. Annual award up to cost of attendance.	At least 1200 (27 ACT)SAT, 3.50 HS GPA on SC UGP, and rank in top 6% of soph., jr. or sr. class. OR At least 1400 SAT (32 SCT) and 4.00 HS GPA on SC UGP	Up to 8 semesters (4 yrs) or up to 10 semesters in an approved 5-yr program	Earn at least 30 hours and minimum 3.0 institutional GPA each academic year
LIFE <i>(est 1999)</i>	Attending Full-time at eligible <u>2- or 4-yr</u> public or independent institution	Up to \$5,000 at 4-yr institutions / Up to cost of tuition and fees plus \$300 at 2-yr. Annual award up to cost of attendance	Meet <u>two of the following to qualify at 4-yr</u> : 1) 3.00 HS GPA on UGP, 2) at least 1100 SAT (24 ACT), 3) rank in top 30% of class <u>To qualify at 2-yr</u> : must earn 3.00 HS GPA on UGP	Up to 8 semesters (4 yrs) or up to 10 semesters if in approved 5-yrprogram Up to 2 semesters at 2-yr institution	Earn average of 30 credit hours by end of each year and 3.0 "LIFE GPA each academic year
Enhancement for PFS & LIFE (est 2007) May be earned by students enrolled in a 4-Year eligible SC institution majoring in eligible "science and math" disciplines in the second year if earning the base award and if completed at least 14 credit hours of instruction in math or life and physical science or a combination during the first year. Adds up to \$2,500 annually to base award. (Palmetto Fellow total up to \$10,000 and LIFE \$7,500.					
HOPE <i>(est 2002)</i>	Attending Full-time at eligible <u>4-yr</u> public or independent institution	Up to \$2,800 in first year toward cost of attendance	To qualify must earn 3.00 HS GPA on UGP	Up to 2 semesters - Awarded in Year 1 Only	N/A. May qualify for LIFE if meet LIFE renewal criteria.

General Summary Notes on Scholarships and Eligibility

Award	Who/Where	Amount	Criteria to Earn	Length	Renewal
Need-Based Public <i>(est 1996)</i>	<p>Attending Full - or Part-time at eligible <u>2-yr</u> or <u>4-yr</u> public institution</p> <p>Funds allocated to institutions per formula distribution. Institutions administer in keeping with Regs.</p>	<p>Up to \$2,500 toward cost of attendance if enrolled full-time and \$1,250 for part-time.</p> <p>May earn Need-based and also merit-based award during same year</p>	<p>Based on need. Must file a FAFSA and be enrolled in at least 6 hours in first program</p>	<p>Toward first degree. May apply award in up to two terms each academic year.</p>	<p>Complete FAFSA each year, earn requisite credit hours based on enrollment at least a cumulative 2.0 GPA for graduation purposes</p>
Lottery Tuition Asst. <i>(est 2002)</i>	<p>Attending Full- or Part-time at eligible <u>2-yr</u> public or independent institution</p>	<p>Up to \$1,200 per term and eligible part-time students may receive \$100 per credit hour to be used toward the cost-of-tuition</p>	<p>File FAFSA (or FAFSA waiver if meet one of the FAFSA exemption criteria)</p> <p>Be enrolled as a degree-seeking student in a minimum of 6 credit hours for the term and be making satisfactory academic progress</p>	<p>May not receive LTA for more than one certificate, diploma, or degree earned within any five-year period unless the additional certificate, diploma, or degree constitutes progress in the same field of study</p>	<p>Awarded each term. Must be enrolled in a minimum of 6 credit hours and continue to meet satisfactory academic progress</p>

SC Tuition Grants: Need-based award for those enrolled in independent institutions. May earn TG and merit award.

SC National Guard College Assistance (SCNG CAP): For eligible members of SC National Air or Army Guard toward first bachelor's degree

Outstanding Debt

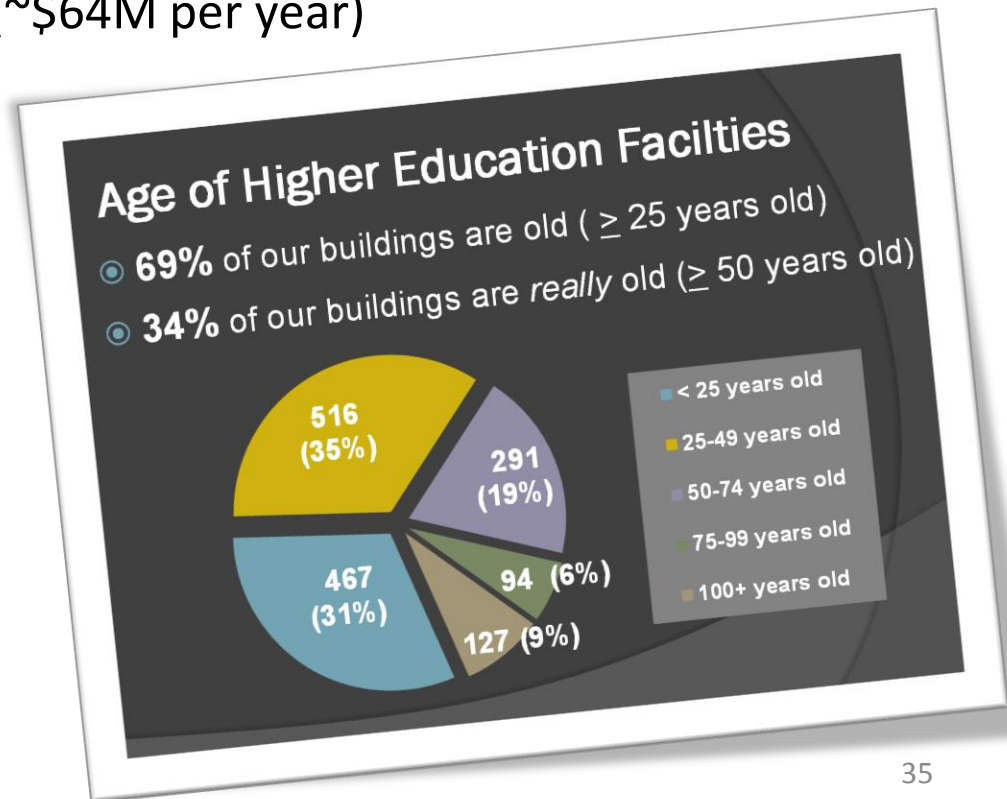
- **11.16.** (CHE: Outstanding Institutional Debt) By November first, institutions of higher learning must submit to the Chairman of the Senate Finance Committee, the Chairman of the House Ways and Means Committee, and the Commission on Higher Education, or its successor entity, data on all outstanding institutional debt for their respective institution. Data shall include, but not be limited to, the amount of the initial debt, year in which the debt was incurred, the year in which the debt will be satisfied, the repayment schedule, and the purpose for which the debt was incurred.

Maintenance

- Three basic maintenance categories:
1) Routine Annual Maintenance, 2) Routine Periodic Maintenance, and 3) Extraordinary/Emergency Maintenance.
- When any of these is not performed as scheduled, it then becomes “deferred” maintenance
- Deferred maintenance is typically more expensive and potentially more complicated depending on nature and severity of service deferred/required
- Many valid reasons for deferring maintenance (part of a more comprehensive project, institutional priorities, lack of appropriate funding)

Maintenance Needs

- CHE Formula – Based on life-cycle analysis of systems in E&G buildings and E&G infrastructure
 - Includes system renewal/replacement **and** annual maintenance needs
 - **Totals \$1.2B OVER 20 YEARS** (~\$64M per year)



Financial Indicator Matrices

- Approved by CHE's Committee on Finance and Facilities on December 1, 2016
- Will allow for a more comprehensive, streamlined vetting process, based on objective data
- Will provide clearer indication of the financial health of SC's institutions
- Committee also voted to consider Phase I and Phase II requests independently of one another

Financial Matrix

1. 10-Year Revenue Trend
 - a. Appropriations, tuition, other revenue relative to federal funds, enterprise accounts, etc.
2. 10-Year Ratio of Debt to Debt Capacity
 - a. Schedule of debt retirement showing annual debt payments
3. 10-Year Enrollment Trend
 - a. Headcount, FTE, undergraduate, graduate, and non-credit certificate by class (Freshman, Sophomore, Junior, Senior, Graduate)
 - b. Enrollment criteria (cut scores for SAT/ACT, GPA, etc.)
 - c. Applications vs. offered vs. accepted
 - d. Residency for fee purposes
4. 10-Year Tuition Trend
 - a. Base tuition trend, waivers, and abatements (inclusive of all fees)
5. 10-Year Expenditure Trend
 - a. Both total and indicated by major categories (instructional support, research, public service)
6. 10-Year Trend of Institutional Reserve Balance (Public Reserve Balance)

Financial Matrix (cont.)

7. 10- Year Trend of Institutional and Foundation Scholarship Data
 - a. Federal & Other scholarships and aid by type with delineation between academic and athletic scholarships
8. 10-Year Ratio of FTE Faculty, Adjunct Faculty, and Staff to Students
9. 10-Year Trend of Institutional Subsidies to Athletics
10. 10-Year Measure of Variance Between Approved Budget in July and Actual Closing budget in June
 - a. Assumptions about enrollment used to prepare annual budget in July vs. actual enrollment
11. Building Condition Assessments (see next slide)
12. 10-Year Trend of Maintenance Reserve Account and Institutional Capital Reserve Account
13. 10-Year Trend of Excess Debt Service

Building Condition Assessments

Institution Name: USC Columbia
Building Number: 36
Building Name: Close Hipp Building
Location: Main Campus
Gross Square Feet: 340,978
Year Const / Renov: 1973 1981
Replacement Cost: \$77,502,830

Respondent: Don Gibson
 Name
Telephone: 803-777-1083
E-Mail: dgibson@fmc.sc.edu

Comments:

Owned Fee Simple
Roof replaced 2003

Please do not enter data in the cells below this line. Begin data entry on Page 2.

	System Avg. Score	Multiplier	System % of Building	Current % Value Bldg
Foundation	3.250	0.425 x	0.13 =	0.0553
Exterior Walls	4.125	0.175 x	0.13 =	0.0228
Floor	2.833	0.550 x	0.07 =	0.0385
Roof	2.333	0.700 x	0.07 =	0.0490
Interior Walls	3.167	0.450 x	0.03 =	0.0135
Windows	4.200	0.160 x	0.02 =	0.0032
Doors	2.400	0.680 x	0.01 =	0.0068
Ceiling	3.000	0.500 x	0.03 =	0.0150
Heating	3.125	0.463 x	0.10 =	0.0463
Cooling	4.125	0.175 x	0.10 =	0.0175
Plumbing	2.778	0.567 x	0.08 =	0.0453
Electrical	3.000	0.500 x	0.08 =	0.0400
Elevators	2.000	0.800 x	0.01 =	0.0080
Safety	2.500	0.650 x	0.05 =	0.0325
Design Standards	2.333	0.700 x	0.09 =	0.0630

Agency Rating:

1.00

0.457

Replacement Cost:	\$77,502,830
Building Condition:	46
Maintenance Need Over 20 Years:	\$36,829,345

Bldg. Avg. Grade	Condition Code	Condition Multiplier	Difference
1	Satisfactory	1.00	
2	Remodel A	0.8	-0.2
3	Remodel B	0.5	-0.3
4	Remodel C	0.2	-0.3
5	Replace	0.00	-0.2

Building Name: Close Hipp Building

Building Number: 36

Building Condition Assessments (cont.)

Foundation 1 - 2 - 3 - 4 - 5	Rating
Cracked Walls	3
Foundation Settlement	4
Foundation Deterioration	3
Design Load	3
Average	3.25

Exterior Wall System 1 - 2 - 3 - 4 - 5	Rating
Physical Condition	4
Waterproofing	5
Caulking	5
Pointing	5
Code Compliance	3
Insulation	3
Maintainability	5
Painting	3
Average	4.125

Floor System 1 - 2 - 3 - 4 - 5	Rating
Structural Condition	3
Maintainability	3
Floor Finish	3
Vibration	3
Fire Rating	2
Design Load	3
Average	2.8333

Roof System 1 - 2 - 3 - 4 - 5	Rating
Physical Condition	2
Leaks	2
Drainage	2
Insulation	2
Fire Rating	3
Design Load	3
Average	2.3333
Age of Roof Cover:	11
Type of Roof Cover:	BUR
Flat:	X
Pitched:	

Interior Wall System 1 - 2 - 3 - 4 - 5	Rating
Physical Condition	3
Strength & Stability	3
Acoustical Quality	3
Appearance	4
Adaptability	3
Maintainability	3
Average	3.1667

Window System 1 - 2 - 3 - 4 - 5	Rating
Physical Condition	4
Appearance	3
Functional Ability	4
Infiltration	5
Maintainability	5
Average	4.2

Cooling System 1 - 2 - 3 - 4 - 5	Rating
Cooling Capacity	4
Reasonable Energy Consumption	4
Temperature	4
Noise Level	4
Air Circulation & Vent	4
Reliability	5
Filtration	4
Humidity	4
Average	4.125
Age of System:	
Cooling Capacity-Tons:	

Plumbing System 1 - 2 - 3 - 4 - 5	Rating
Water Pressure & Supply Quantities	3
Sanitation Hazards or Cross Functions	3
Drain & Waste Function	3
Fixture Quantities	2
Fixture Types & Cond.	2
Wheel Chair Fixtures	2
Restroom Facilities	3
Roof Drainage	3
Site Drainage	4
Average	2.7778

Electrical System 1 - 2 - 3 - 4 - 5	Rating
Safety Conditions	3
Service Capacity	3
Panel Capacity	3
Convenience Outlets	3
Light Levels	3
Fixtures	3
Emergency Power	3
Exit Lighting	3
Average	3

Door System 1 - 2 - 3 - 4 - 5	Rating
Door Leaf	3
Frame	2
Hardware	3
Security	2
Fire Rating	2
Average	2.4

Ceiling System 1 - 2 - 3 - 4 - 5	Rating
Structural Condition	3
Accoustical	3
Accessibility	3
Appearance	3
Average	3

Heating System 1 - 2 - 3 - 4 - 5	Rating
Heating Capacity	3
Temperature Control	3
Noise Level	2
Air Circulation & Vent	3
Reliability	4
Reasonable Energy Consumption	4
Filtration	3
Humidity	3
Average	3.125
Age of System:	
Heating Capacity-BTUs:	

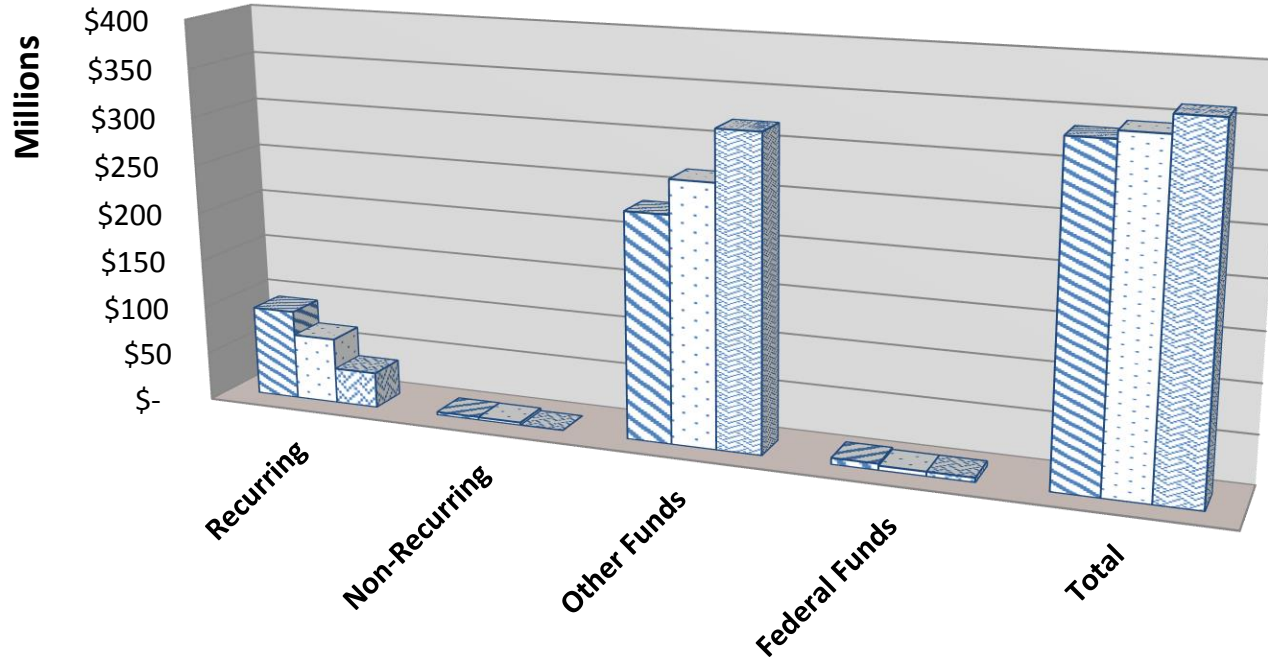
Elevator System 1 - 2 - 3 - 4 - 5	Rating
Size & Number	1
Maintainability	3
Code Compliance	2
Average	2

Safety Standards 1 - 2 - 3 - 4 - 5	Rating
Means of Egress	2
Fire Ratings	3
Extinguishing Systems	3
Detection & Alarm Sys.	3
Lighting Systems	2
Handicap Access	2
Average	2.5

Design Standards 1 - 2 - 3 - 4 - 5	Rating
Flexible Design	2
Suitable for Present Use	3
Gross to Assignable Area	2
Average	2.3333

CHE Appropriations & Funding

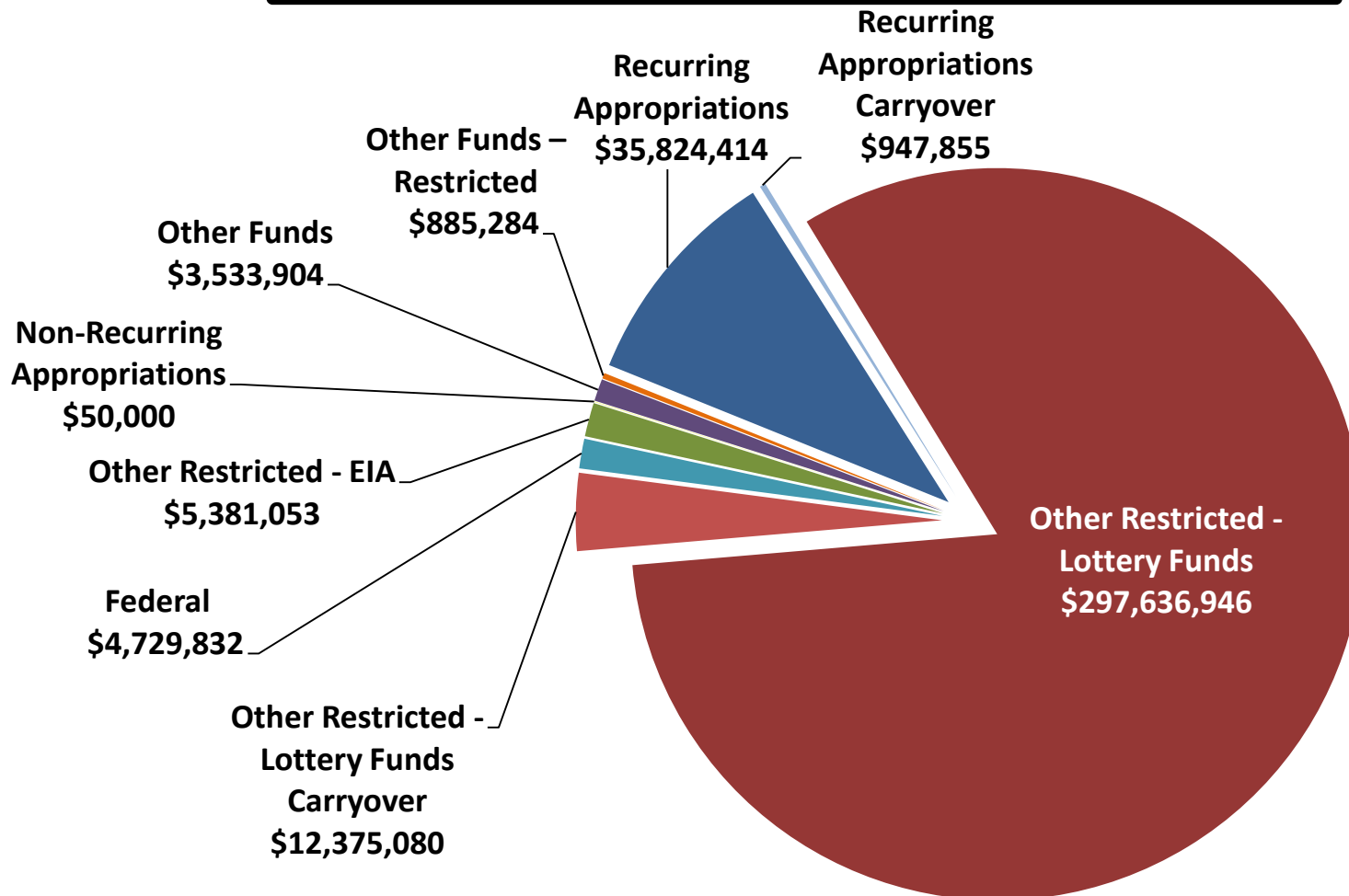
CHE Appropriations History



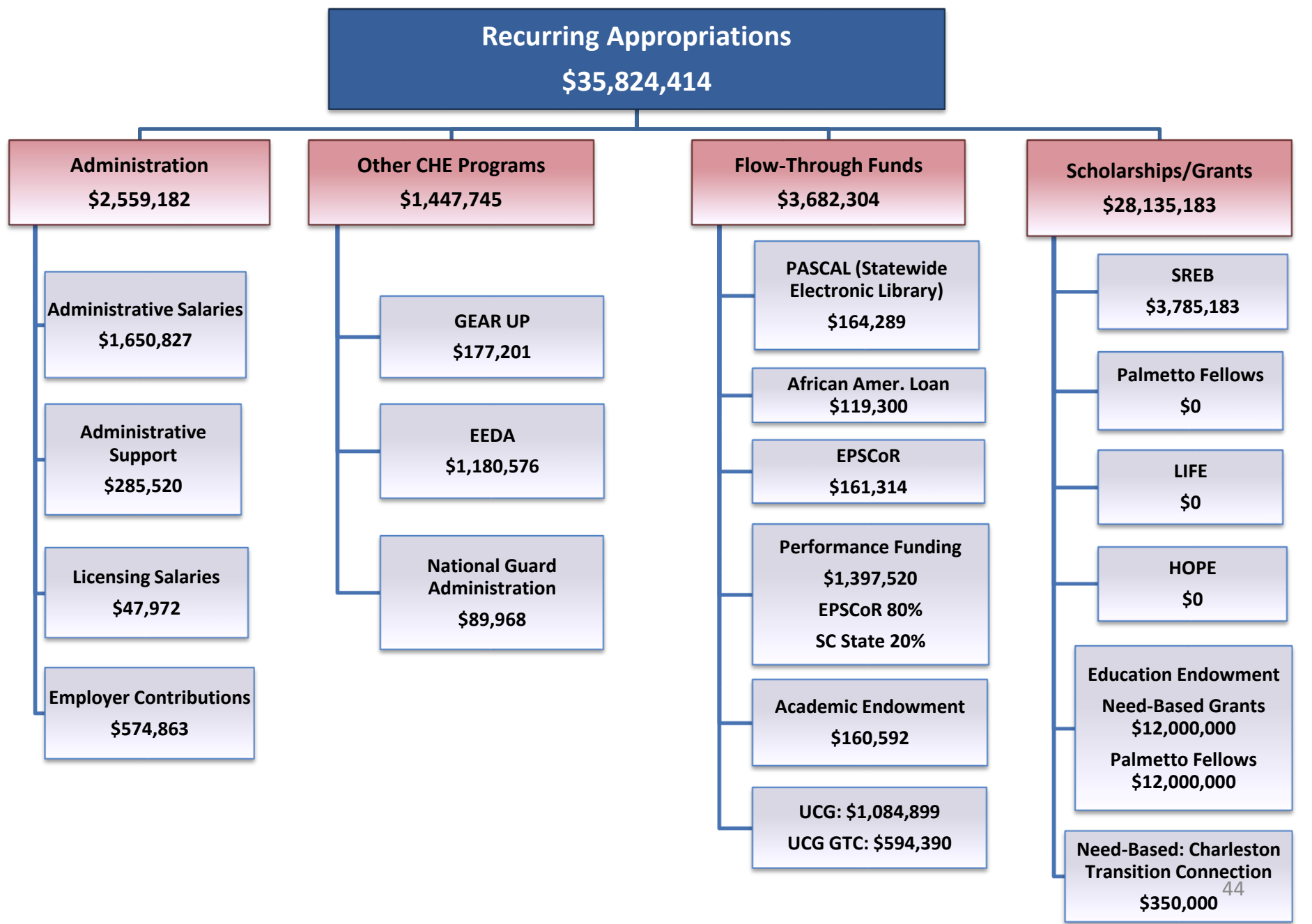
	Recurring	Non-Recurring	Other Funds	Federal Funds	Total
FY 14-15	\$93,476,932	\$3,125,000	\$232,435,036	\$6,671,948	\$335,708,916
FY 15-16	\$68,356,556	\$2,850,001	\$267,565,589	\$4,729,832	\$343,501,978
FY 16-17	\$36,772,269	\$50,000	\$319,812,267	\$4,729,832	\$361,364,368

FY16-17 Current Funding

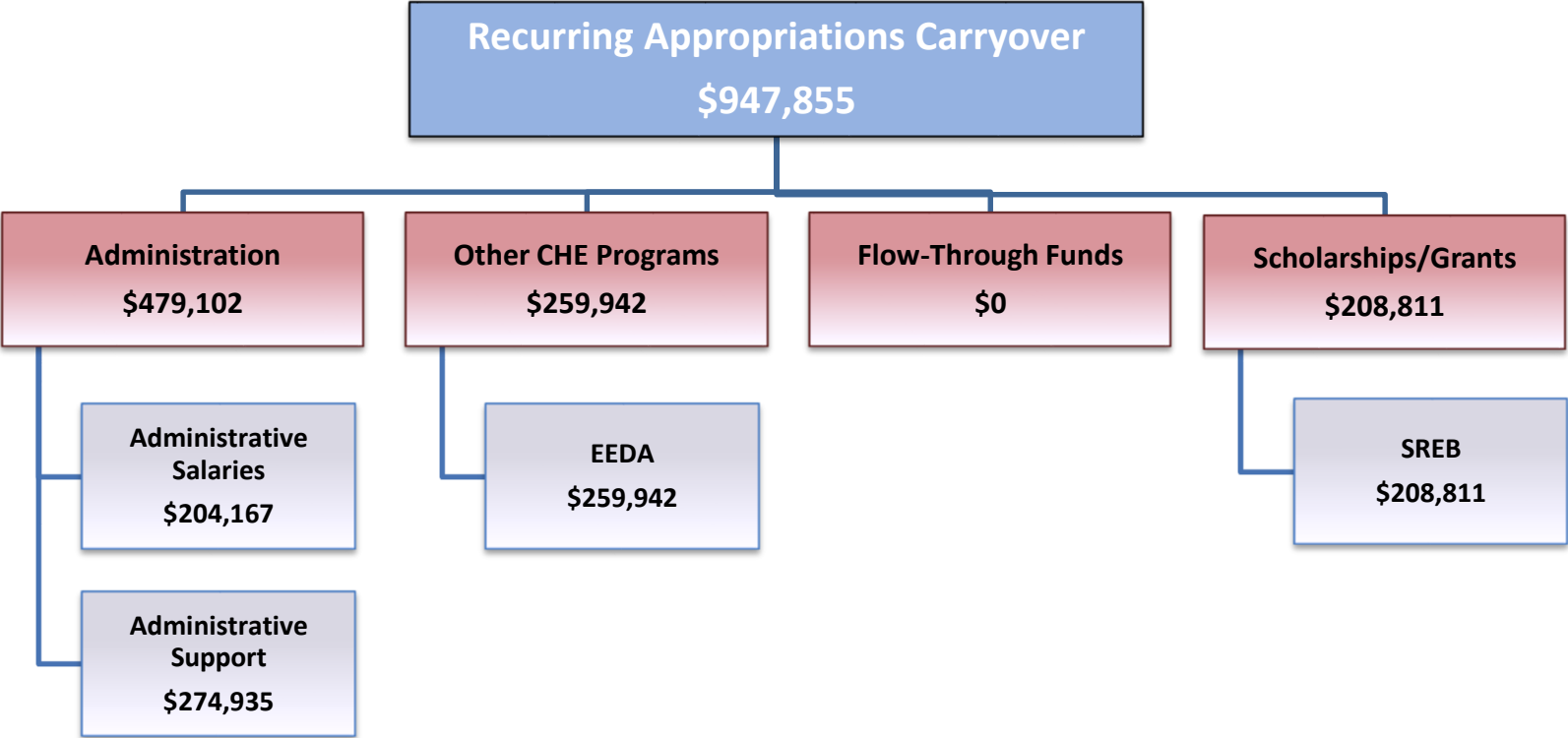
Total FY16-17 Budget: \$361,364,368



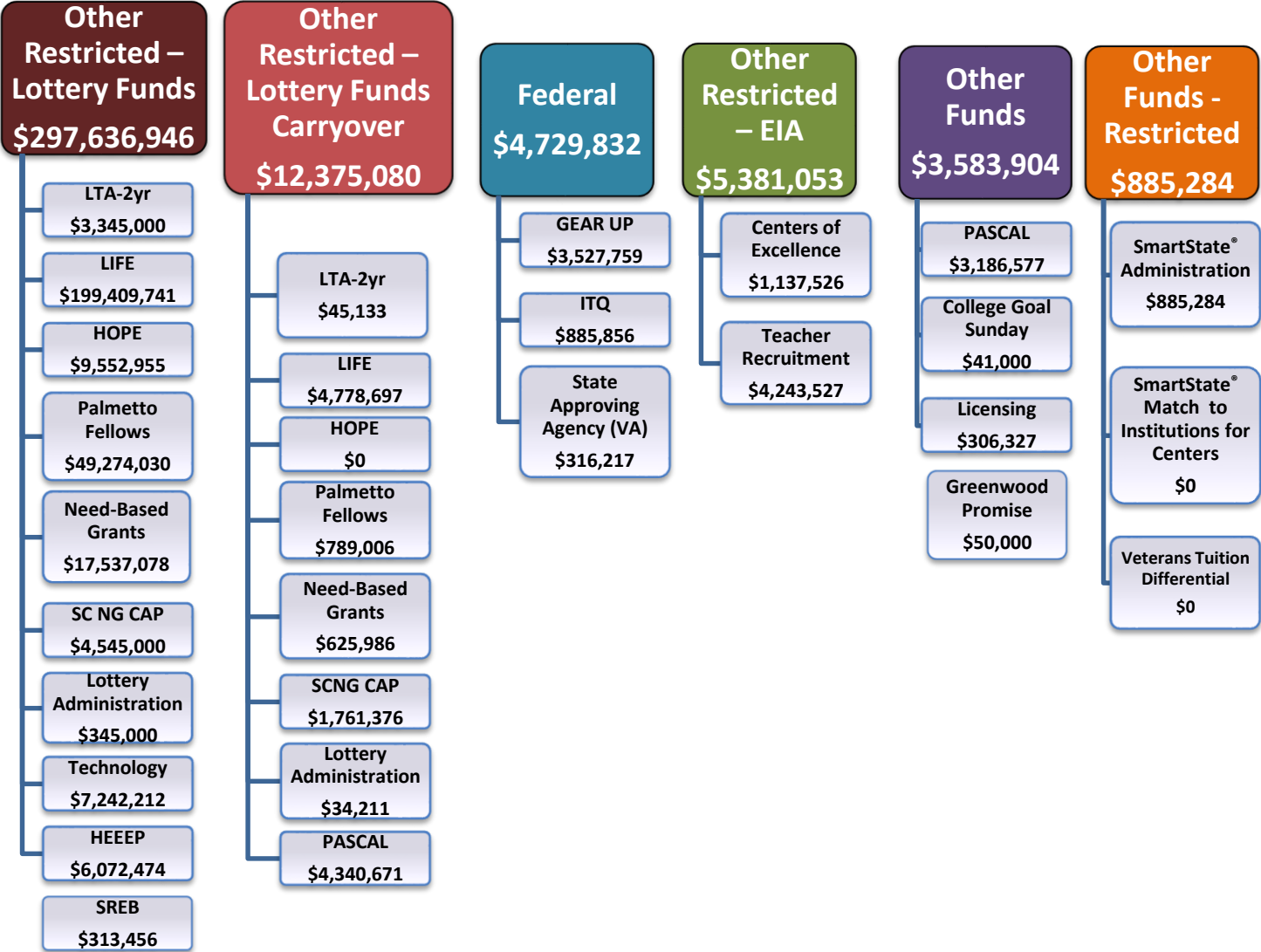
FY16-17 Current Funding Detail



FY16-17 Current Funding Detail



FY16-17 Current Funding Detail



FY16-17 Federal Funds

	FY16 Authorized	FY17 Authorized	Net Change	FY16 Carry Over	FY17 Expended as of 01/06/2017
State Approving Agency	\$316,217	\$316,217	\$0	\$0	\$162,591
GEAR UP	\$3,527,759	\$3,527,759	\$0	\$0	\$1,265,175
College Access Challenge Grant	\$0	\$0	\$0	\$0	\$0
Improving Teacher Quality (ITQ)	\$885,856	\$885,856	\$0	\$0	\$588,786
TOTAL	\$4,729,832	\$4,729,832	\$0	\$0	\$2,016,552

FY16-17 Other Funds

	Authorized			FY16 Carry Over	FY17 as of 1/06/2017		
	FY16	FY17	Net Change		Revenue	Expend.	% to Total Expend
Lottery	\$257.4M	\$297.6M	\$40,271,598	\$12,375,080	\$98,441,619	\$110,752,427	99%
Licensing	\$306,327	\$306,327	\$0	\$476,593	\$269,372	\$160,090	22%
College Goal	\$41,000	\$41,000	\$0	\$23,590	\$0	\$1,183	5%
PASCAL (Revenue)	\$3,186,577	\$3,186,577	\$0	\$810,546	\$2,360,748	\$2,033,983	64%
SmartState® Administration	\$885,284	\$885,284	\$0	\$2,308,106	\$20,640	\$277,486	12%
SmartState® Endowed Chairs	\$2,373,905	\$0	-\$2,373,905	\$2,893,319	\$0	\$2,893,319	100%

CHE FTE Analysis

CHE Filled FTE
66% Female
49% Minority

	General Fund	Federal Funds	Other Funded	Total
Total Authorized FTEs	29.70	1.40	11.90	43.00
Filled FTEs	18.44	1.17	9.39	29.00
Vacant FTES	11.26	.23	2.51	14.00
Temporary Grant Positions Authorized	0.0	11.90	14.00	25.90
Temporary Grant Positions Filled	0.0	5.00	5.00	10.00
Temporary Grant Positions Vacant	0.0	6.90	9.00	15.90
Temporary Positions	7.00	0.00	1.00	8.00
Temporary Positions Filled	7.00	0.00	1.00	8.00
Temporary Positions Vacant	0.00	0.00	0.00	0.00
Total Positions	36.70	13.30	26.90	76.90
Total Positions Filled	25.44	6.17	15.39	47.00
Total Positions Vacant	11.26	7.13	11.51	29.90

*CHE serves as the Fiscal Agent for PASCAL. PASCAL Employees (4 Temporary Grant and 1 Temporary Employee). These positions are included in CHE's numbers.

Other Funds Oversight Committee

- CHE is required to process SmartState® match requests through OFOC for authorization.
- In FY 2015-16, CHE processed and received OFOC approval of requests for authorization for matching drawdowns for Centers totaling **\$2,373,905**. The following summarizes the approved requests:

MUSC Lipidomics, Pathobiology & Therapy Center	\$1,348,942
MUSC Medication Safety and Efficacy	\$400,000
USC Nuclear Science and Strategies - General Atomics	\$624,963

As of June 30, 2016, All matching funds have been disbursed.

CHE FY17-18 Budget Requests

CHE Statutory Authority Review

Review as of 1-6-2017

	Statute	Authority Type													
		Coordination Commentary Financial	Page	Functional Responsibility					Status			Priority	Recommendation		
# Sort				GEN	AA	FA	SA	EA	Yes	No	Partial		Keep	Delete	Amend
1	2-47-40	Commentary	75			X			Yes						X
2	2-47-55	Commentary	77			X			Yes				X		
3	2-75-10	Financial	112					X	Yes				X		
4	2-75-70	Financial	114					X	Yes				X		
5	2-77-20	Coordination / See also Financial	37			X			Yes				X		
6	2-77-50	Financial	39			X					Partial	High	X		
7	8-17-380	Coordination	38		X					No					X
8	11-51-125	Financial	114			X			Yes				X		
9	11-51-190	Coordination	39			X			Yes				X		
10	12-6-3385	Commentary	91				X		Yes				X		
11	13-1-2030	Coordination	87	X					Yes				X		
12	13-17-40	Commentary	85	X					Yes				X		
13	48-52-865	Commentary	93	X					Yes				X		
14	59-26-20 a	Coordination	56		X				Yes				X		
15	59-26-20 b	Coordination	57		X					No		High	X		
16	59-26-20 c	Coordination	57		X					No		High	X		
17	59-26-20 d	Coordination	57		X						Partial	High	X		
18	59-26-20 e	Coordination	57		X						Partial	High	X		
19	59-26-20 h	Coordination	58		X						Partial	High	X		
20	59-26-20 i	Coordination	58		X						Partial	High	X		
21	59-26-20j	Coordination	59				X		Yes				X		
22	59-26-20k	Coordination	62		X						Partial	High	X		
23	59-26-20l	Coordination	62		X						Partial	High	X		
24	59-26-20m	Coordination	62		X						Partial	High	X		
25	59-26-20n	Coordination	62				X				Partial	High	X		
26	59-48-20	Commentary	88	X					Yes				X		
27	59-50-20	Commentary	88	X					Yes				X		
28	59-53-40	Commentary	90		X						Partial	High			X
29	59-54-20	Commentary	77		X					No					X
30	59-58-30	Coordination	31		X				Yes				X		
31	59-58-40	Coordination / See also Financial	33		X				Yes				X		
32	59-58-50	Coordination / See also Financial	35		X				Yes				X		
33	59-58-60	Coordination	36		X				Yes				X		
34	59-58-70	Financial	106		X				Yes				X		

CHE Statutory Authority Review, continued 2 of 5

	Statute	Authority Type													
		Coordination Commentary Financial	Page	Functional Responsibility					Status			Priority	Recommendation		
# Sort				GEN	AA	FA	SA	EA	Yes	No	Partial		Keep	Delete	Amend
35	59-58-80	Financial	106		X				Yes				X		
36	59-58-90	Financial	108		X				Yes				X		
37	59-58-100	Financial	108		X				Yes				X		
38	59-58-110	Financial	109		X				Yes				X		
39	59-58-120	Financial	109		X				Yes				X		
40	59-58-130	Financial	110		X				Yes				X		
41	59-59-190	Coordination	54					X			Partial	High			X
42	59-59-210	Coordination	55		X				Yes						X
43	59-101-150	Financial / Also see Commentary	102		X				Yes						X
44	59-101-190	Commentary	73		X					No		High			X
45	59-101-210	Financial	108			X			Yes				X		
46	59-101-340	Financial	103		X					No				X	
47	59-101-345	Financial	104			X				No				X	
48	59-101-350	Coordination	39					X		No					X
49	59-101-360	Financial	104			X				No			X		
50	59-103-15	Coordination	1	X					Yes				X		
51	59-103-17	Coordination	4		X				Yes				X		
52	59-103-20 - part 1	Coordination	5	X					Yes				X		
53	59-103-20 - part 2	Coordination	5	X						No		High	X		
54	59-103-20 - a	Coordination	4	X					Yes				X		
55	59-103-20 - b	Coordination	4			X					Partial	High	X		
56	59-103-20 - c	Coordination	4		X						Partial	High	X		
57	59-103-20 - d	Coordination	4		X						Partial	High	X		
58	59-103-20 - e	Coordination	5	X							Partial	High	X		
59	59-103-25 - part 1	Coordination	5					X			Partial	High	X		
60	59-103-25 - part 2	Coordination	5					X	Yes				X		
61	59-103-30	Commentary	68			X				No		High	X		
62	59-103-35 part 1	Commentary / See also Financial	70			X				No		High			X
63	59-103-35 part 2	Commentary / See also Financial	71		X				Yes						X
64	59-103-36	Coordination	5				X			No				X	
65	59-103-40 - part 1	Coordination	6	X					Yes						X
66	59-103-40 - part 2	Coordination	6	X						No		High	X		
67	59 103 45(1)	Coordination / See also Financial	7		X				Yes				X		
68	59 103 45(2)	Coordination / See also Financial	7		X				Yes				X		

CHE Statutory Authority Review, continued 3 of 5

	Statute	Authority Type		Functional Responsibility					Status				Recommendation		
		Coordination Commentary Financial	Page												
# Sort				GEN	AA	FA	SA	EA	Yes	No	Partial	Priority	Keep	Delete	Amend
69	59 103 45(3)	Coordination / See also Financial	7		X				Yes						X
70	59 103 45(4) a	Coordination / See also Financial	7			X					Partial	High	X		
71	59 103 45(4) b	Coordination / See also Financial	7			X			Yes				X		
72	59 103 45(4) c	Coordination / See also Financial	8			X			Yes				X		
73	59 103 45(4) d	Coordination / See also Financial	8			X			Yes				X		
74	59 103 45(5)	Coordination / See also Financial	8	X					Yes				X		
75	59 103 45(6)	Coordination	8		X				Yes				X		
76	59 103 45(7)	Coordination	9				X			No		High	X		
77	59 103 50	Coordination	9	X							Partial			X	
78	59 103 55	Coordination	9	X							Partial	High	X		
79	59-103-60	Commentary	72	X							Partial	High			X
80	59-103-65	Financial	96	X					Yes				X		
81	59-103-70	Commentary	73					X		No		High	X		
82	59-103-80	Financial	96			X			Yes					X	
83	59 103 90	Coordination	10	X					Yes				X		
84	59-103-110	Financial	96			X			Yes				X		
85	59-103-120	Financial	97		X				Yes					X	
86	59-103-130	Commentary	73		X					No		High	X		
87	59-103-140	Financial	98		X				Yes				X		
88	59-103-160	Coordination	11		X					No					X
89	59-103-162	Financial	98			X				No					X
90	59-103-165	Coordination	12				X				Partial	High			X
91	59-103-170	Coordination	12				X			No				X	
92	59-103-180	Coordination	13				X				Partial	High			X
93	59-103-195	Coordination	14		X				Yes				X		
94	59-104-10 a	Coordination	14		X				Yes				X		
95	59-104-10 b	Coordination	15		X					No		High	X		
96	59-104-20	Coordination	16				X		Yes						X
97	59-104-25 a	Coordination	20				X		Yes				X		
98	59-104-25 b	Coordination	21		X				Yes				X		
99	59-104-25 c	Coordination	21				X		Yes				X		
100	59-104-25 d	Coordination	21				X		Yes				X		
101	59-104-30	Coordination	22		X						Partial	High			X
102	59-104-40	Coordination	22		X				Yes					X	

CHE Statutory Authority Review, continued 4 of 5

	Statute	Authority Type													
		Coordination Commentary Financial	Page	Functional Responsibility					Status			Priority	Recommendation		
# Sort				GEN	AA	FA	SA	EA	Yes	No	Partial			Keep	Delete
103	59-104-210	Financial	117		X					No			X		
104	59-104-220	Coordination / See also Financial	23		X					No		High	X		
105	59-104-230	Financial	99		X					No				X	
106	59-104-240	Financial	117			X				No				X	
107	59-104-250	Financial	100		X				Yes					X	
108	59-104-260	Coordination	23		X				Yes				X		
109	59-104-410	Financial	100			X			Yes					X	
110	59-104-610	Coordination	24	X					Yes				X		
111	59-104-620	Coordination	25	X						No				X	
112	59-104-630	Coordination	25	X						No			X		
113	59-104-640	Coordination	25	X						No				X	
114	59-104-650	Coordination	26		X						Partial	High	X		
115	59-104-660	Coordination	27		X					No		High	X		
116	59-105-60	Commentary	79				X		Yes						X
117	59-110-20 part 1	Financial	116			X			Yes				X		
118	59-110-20 part 2	Financial	116		X				Yes				X		
119	59-111-330	Commentary	79				X		Yes				X		
120	59-112-100	Coordination	43				X		Yes				X		
121	59-113-10	Commentary	84	X					Yes				X		
122	59-114-30	Coordination	28				X		Yes				X		
123	59-114-40	Coordination	28				X		Yes				X		
124	59-114-65	Coordination	29				X		Yes				X		
125	59-114-75	Coordination	30				X		Yes				X		
126	59-118-90	Coordination	43			X			Yes				X		
127	59-118-100	Financial	117			X			Yes				X		
128	59-142-20	Coordination	30				X		Yes						X
129	59-143-30	Financial	111				X				Partial			X	
130	59-149-140	Coordination	44			X			Yes				X		
131	59-150-325	Commentary	83	X					Yes				X		
132	59-150-360	Coordination	64				X		Yes				X		
133	59-150-370	Coordination	66				X		Yes				X		
134	59-150-375	Financial	116				X		Yes				X		
135	59-150-380	Financial	118		X				Yes				X		
136	Proviso 1.17	Coordination	53			X			Yes				X		

# Sort	Statute	Authority Type	Page	Functional Responsibility					Status			Priority	Recommendation			
	Financial	Coordination		Commentary	GEN	AA	FA	SA	EA	Yes	No		Partial	Keep	Delete	Amend
137	Proviso 1A.6 part 1	Financial	121			X			Yes				X			
138	Proviso 1A.6 part 2	Financial	122				X				Partial	High	X			
139	Proviso 1A.51	Coordination	48				X		Yes				X			
140	Proviso 1A.69	Coordination	49		X				Yes				X			
141	Proviso 3.1 part 1	Commentary	81			X			Yes				X			
142	Proviso 3.1 part 2	Commentary	82				X				Partial	High	X			
143	Proviso 3.6	Financial	123			X			Yes						X	
144	Proviso 11.1	Financial	119					X	Yes				X			
145	Proviso 11.2	Financial	119				X		Yes				X			
146	Proviso 11.3	Financial	120				X		Yes				X			
147	Proviso 11.4	Coordination	44			X			Yes				X			
148	Proviso 11.6	Coordination	44			X			Yes				X			
149	Proviso 11.8	Coordination	44				X		Yes				X			
150	Proviso 11.10	Coordination	45				X		Yes				X			
151	Proviso 11.11	Coordination	45					X	Yes				X			
152	Proviso 11.12	Coordination	45				X		Yes				X			
153	Proviso 11.13	Coordination	46				X		Yes						X	
154	Proviso 11.14	Coordination	47			X				No		High	X			
155	Proviso 11.15	Coordination	47			X			Yes				X			
156	Proviso 11.16	Coordination	47			X			Yes				X			
157	Proviso 20.4	Coordination	54			X			Yes					X		
158	Proviso 117.63	Coordination	50				X			No				X		
159	Proviso 117.72	Coordination	51					X	Yes				X			
160	S. 1166 Joint Res.	Coordination/Financial	137			X			Yes			High	X			

24	56	36	34	10	102	31	27	119	17	24
64% 19% 17%								Recommendation not yet Determined		
STATUS NOT YET ASSIGNED								0	0	0

Commission on Higher Education

Recurring Discretionary Funding Available in FY 2016-17

FY 2016-17 Budget	\$360,885,265	
Scholarships / Scholarship Administration (88%)	(320,840,631)	
Directed to Other Agencies / Entities (9%)	(29,653,049)	
Program Specific Appropriations / Federal Awards (2%)	(7,880,376)	Available
Salary and Employer Contributions	(2,225,690)	in FY
Operational Support	285,520	2007-08
		<u>448,217</u>
State Portion of Building Rent	(114,281)	
State Portion of Phone	(9,449)	
Net Discretionary Funds	\$161,790	

Scholarships / Scholarship Administration	
Total	320,840,631
SREB Contract Programs	4,307,450
LIFE	204,188,438
Palmetto Fellows	62,063,036
HOPE	9,552,955
Need-based Grants	30,513,064
Scholarship Administration	379,211
LTA	3,390,133
National Guard CAP	6,396,344
Greenwood Promise Scholarship	50,000

Directed to Other Agencies / Entities Total	
Total	29,653,049
PASCAL	7,691,537
SmartState	885,284
University Center of Greenville	1,679,289
Academic Endowment	160,592
EPSCoR	1,279,330
SC State University	279,504
African American Loan Program	119,300
Lottery Technology	7,242,212
HEEEP	6,072,474
EIA Teacher Recruitment	4,243,527

Program Specific / Federal Awards	
Total	7,880,376
Licensing	354,299
EEDA	1,440,518
EIA Centers of Excell	1,137,526
ITQ	885,856
SAA	316,217
GearUp	3,704,960
College Goal SC	41,000

FY 2017-18 GENERAL FUND Requests

-- CHE --

Item	Amount
CHE Core Mission Functions – Statutory Authority Adjustments	\$1,272,700 recurring

For details regarding items included for this request, see next three slides.



BUDGET PRIORITIES FOR FY 2017-18

(requested increases and nonrecurring)

AGENCY

- **CHE Core Mission Functions – Statutory Authority Adjustments** \$ 1,272,700 recurring
- **Agency Technology Needs** \$ 330,000 recurring
- **Agency Legal Staffing Support** \$ 250,000 recurring
- **Governor’s Professor of the Year** \$ 15,000 recurring

**Total Recurring Agency Increase Needed
to Meet Legislative Mandates**

\$ 1,852,700

- **Licensing – Other Operating Support – Other Funds
Authorization** \$ 50,000 recurring
- **Southern Regional Education Board (SREB) Contract Program** \$ 36,150 recurring
- **Need-based Grants** \$ 1,057,427 recurring
- **State Electronic Library (PASCAL)** \$ 1,500,000 recurring

OTHER AGENCY TECHNICAL BUDGET REQUESTS

- **FY17 Health Insurance Plan Allocation, Annualization of \$69,199**
- **CHE is not requesting any adjustments to Federal Fund Authorizations**
- **CHE is requesting an increase in the number of authorized state FTEs from 29.7 to 41.7, an increase of 12 full-time equivalent positions**

Core Mission Functions		Funding needed to comply	Employer		Salaries	Contributions	Support	Total
59-103-20	Studies of Institutions of higher learning The commission is...charged with examining the state's institutions of higher learning relative to both short and long-range programs and missions which include: (b) Enrollment trends, student costs, business management practices, accounting methods, operating results and needs, and capital fund requirements (c) The administrative setup and curriculum offerings of the several institutions and of the various departments, schools, institutes, and services within each institution and the respective relationships to the services and offerings of other institutions (d) Areas of state level coordination and cooperation with the objective of reducing duplication, increasing effectiveness, and achieving economies and eliminating sources of friction and misunderstanding	Add 1 Program Manager I to AA	69,289	22,709	5,541	97,539		
							97,539	
59-104-30	Developmental education plans, studies, and programs Each public institution of higher learning in the State shall develop a plan for developmental education in accord with provisions, procedures, and requirements developed by the Commission on Higher Education. The commission shall conduct a study as well as evaluations and review of developmental education in this State. The commission shall develop appropriate methods of funding developmental education programs and courses.	Add 1 Program Manager I to AA	69,289	22,709	5,541	97,539		
Sub-Total							97,539	
59-103-165	Information Materials for South Carolina Students Regarding Higher Education The Commission on Higher Education is directed to work with the state's public institutions of higher education, and independent institutions of higher education, which wish to participate, to develop informaton materials for middle and high school students and their parents or guardians on the options of post-secondary education available in South Carolina, the courses required to attend South Carolina public colleges and universities, and the financial requirements and assistance available for students pursuing additional education after high school.	Add 1 Program Manager I to SF	69,289	22,709	5,541	97,539		
Sub-Total							97,539	

Core Mission Functions		Funding needed to comply	Salaries	Employer Contributions	Support	Total
59-103-35	Submission of Budget					
	All public institutions of higher learning shall submit annual budget requests to the commission in the manner set forth in this section. The State Board for Technical and Comprehensive Education shall submit an annual budget request to the Commission representing the total requests of all area wide technical and comprehensive educational institutions. The budget submitted by each institution and the State Board for Technical and Comprehensive Education must include all state funds, federal grants, tuition, and fees other than funds derived wholly from athletic or other student contests, from the activities of student organizations, from approved private practice plans, and from the operation of canteens and bookstores which may be retained by the institutions and be used as determined by the respective governing boards, subject to annual audit by the State.	Add 1 Accountant/Fiscal Analyst III to FA	56,947	20,621	5,541	83,109
Sub-total						83,109
59-103-30	Critical Success Factors and Performance Indicators					
	This section lists critical success factors that should be measured in priority order...	Add 1 Program Manager III - Director (net increase) to PF	102,580	28,332	5,541	136,453
		Add 1 Program Manager II - Research Director to PF	84,309	25,246	5,541	115,096
		Add 4 Program Manager I to PF	277,156	90,836	22,164	390,156
		Add 1 Program Coordinator I	46,799	18,910	5,541	71,250
Sub-Total						712,955
59-104-650	Institutional Effectiveness Program					
	Reinstate "A Closer Look"	Add 1 Program Manager II to PF	69,289	22,709	5,541	97,539
Sub-Total						97,539
Total SWOT Adjustments						1,186,220
Agency Operating Support						86,480
Suuport of CHE Core Mission Fuctions						1,272,700
Agency Technology Needs						330,000
Agency Legal Staffing Support						250,000
Total needed to address legislative mandates						1,852,700
Licensing, Authorization Increase for Other Operating Expenses						50,000
SREB Programs and Services						36,150
Need-based Grants						1,057,427
State Electronic Library (PASCAL) (Annualization)						1,500,000
Governor's Professor of the Year						15,000
Maintenance Needs (Would offset individual institution requests)						\$19,900,000

FY 2017-18 GENERAL FUND Requests

-- CHE --

Item	Amount
Agency Legal Staffing Support	\$250,000 recurring

CHE is seeking funds to support needs for the assistance of a general counsel.

CHE has not had general counsel on staff and has recently contracted for assistance.

CHE anticipates the continued need for such legal assistance and is requesting \$250,000 in recurring funds to support the anticipated need on an on-going basis.

Agency Technology Needs	\$330,000 recurring
--------------------------------	----------------------------

CHE is seeking funds to meet agency technology needs that will enhance operations in support of core mission functions.

The requested funds will support upgrades to CHE's database and end-user capabilities and continue improvements to the agency's website to provide for a more user-friendly and accessible system and to facilitate more efficient processing of data.

In addition, the requested funds will enable CHE to upgrade its conference room technology to enhance digital meeting capabilities such as enabling interactive and streaming meetings so as to facilitate improved communications. Additionally, the funds will support technology needs to migrate the phone system as required to voice-over IP (internet protocol) as the legacy PBX system State contract ends in 2018.

FY 2017-18 GENERAL FUND Requests

-- CHE --

Item

Amount

Governor's Professor of the Year (§59-104-220)

\$15,000 recurring

Line item was cut during the recession and funding has not been restored.

Program established in 1988 to provide for two Professors of the Year, one chosen from the 4-year public and independent institutions and one 2-year institutions

The legislation requires an award of \$5,000 for each of the two Professors of the Year and allows the option of an award of \$500 each for up to ten finalists. It also calls for the awards to be presented at an appropriate ceremony.

The program continued with support from the SC Higher Education Foundation until FY13. The program was funded solely by agency carry-over in FY14, which provided only for the monetary awards for the two winners.

CHE requested state appropriations for this award program for FY16 but the funds were not provided. The program was suspended in FY15. CHE is requesting annual state appropriations for the award as required in statute.

FY17 Pay Plan and Employer Contributions

\$69,199 annualization

CHE requests the annualization of \$69,199 received in FY 2016-17. This includes the pay plan allocation of \$55,009 which will increase Section I Administration by \$55,009 and the SCRS .5% rate increase (\$7,045) and the employer's share of the State's health and dental plan increase (\$7,145) will increase Section VI Employee Benefits, Employer Contributions.

FY18 OTHER FUND Requests

-- CHE --

Licensing, Authorization Increase for Other Operating Expenses

\$50,000

SARA legislation was enacted in 2016. Additional authorization is needed to support operating expenses.

FY17 FEDERAL FUND Requests

-- CHE --

No requests

FY17 FTE Requests

-- CHE --

CHE is revising our current request to increase the number of authorized state FTEs from 29.7 to 41.7, an increase of 12 full-time equivalent positions.



BUDGET PRIORITIES FOR FY 2017-18, CONTINUED

(requested increases and nonrecurring)

SYSTEM-WIDE HIGHER EDUCATION

- | | |
|--|----------------------------------|
| ○ SREB Programs and Services | \$ 36,150 recurring |
| ○ Need-Based Grants | \$ 1,057,427 recurring |
| ○ State Electronic Library (PASCAL) Annualization | \$ 1,500,000 recurring |
| ○ Maintenance Needs (Would offset institutional requests) | \$19,900,000 nonrecurring |

Item	Amount
SREB Programs & Services	\$36,150 recurring

SREB contract programs offer students pursuing professional health degrees admission to schools in other states for the price of in-state tuition and fees. Our state participates by contracting through SREB for 24 student slots in optometry and 104 slots in veterinary medicine at five partner institutions. The requested increase results from a structured increase in SREB contract prices for FY 2017-18. A fact sheet on SREB programs and appropriations for SREB programs and assessments is available for more information.

Need-based Grants

\$1,057,427

We are seeking \$1,057,427 in recurring state funds to support additional need-based grants. Need-based grants provide funding of up to \$2,500 for full-time South Carolina residents or up to \$1,250 for part-time students. In FY 2016-17, the state provided \$17,537,078 in lottery funds and \$12,000,000 in general funds to support this critical program. We are requesting \$1,057,427 in light of the average increase of 3.58% in in-state tuition and fees at our public colleges and universities over last year.

Other State-supported Student Financial Aid Programs

Continuation of full support for anticipated growth of merit-based financial aid programs (Palmetto Fellows, LIFE, & HOPE) and continued support at current levels for lottery-funded grant programs including the Lottery Tuition Assistance program at two-year institutions (\$51.1M) and the SC National Guard College Assistance Program (\$4,545,000 Lottery & \$89,968 General Fund).

Item	Amount
State Electronic Library, PASCAL	\$1,500,000 annualization

PASCAL, Partnership Among SC Academic Libraries (www.pascalsc.org), is a government best practice, providing cooperative sharing at greatly reduced rates of physical and electronic resources among the state's public and private academic institutions. The state began investing in PASCAL in FY05 at \$2M annually. With the economic downturn, funding was reduced to less than \$200,000 in FY09. Since FY11, PASCAL has been included at \$1.5M on the priority list for excess unclaimed lottery prize funds. In FY16, PASCAL was included at \$1.5M on the pro-rata list for surplus funds, receiving \$1,412,514 (94.17% of the appropriation). These non-recurring funds have not been predictable or fully available. On-going support of \$1.5M is requested to stabilize the state's support. These recurring funds will enhance PASCAL's ability to leverage better group purchasing power in seeking shared resources that are more costly if procured separately by each institution.

Maintenance, Equipment, and Other Facilities Needs**\$19,900,000**

Capital investment is a normal business operating cost—not an exceptional or unusual one. The lack of a statewide bond bill since 2000, as well as the lack of a predictable source of funding the educational and general (E&G) facilities for our public colleges and universities has created pressure to rely on tuition and fees, local funds, and benefactor support as institutions maintain and develop needed infrastructure. Since 2011, the vast majority of state support for major E&G construction, repurposing, and renewal projects has come from one-time sources. Support for maintenance needs has also been provided through one-time funding. In FY16, funds for maintenance needs were provided from FY15 surplus lottery funds in the amount of \$2,825,028 to be allocated across the State's thirty-three public colleges and universities. We appreciate the support of the General Assembly and encourage your support of these much needed resources and consideration of institutional requests.

Analysis of 3% Reduction

Salary, fringe, and agency support funds are significantly less than we need to support our legislative mandates. Accordingly, any reduction to funding would be borne by limited flow-through or program specific funds provided to CHE.

This would include:

Program Name (Flow-Through)	Current Appropriation	Proposed Reduction
Performance Funding	\$1,397,520	\$70,861
EPSCoR	\$161,314	\$8,179
Academic Endowment	\$160,592	\$8,143
Greenville TC - University Center	\$594,390	\$30,138
University Center of Greenville - Operations	\$1,084,899	\$55,010
Total from Flow-Through Funds		\$172,331
Program Name (Specific)	Current Appropriation	Proposed Reduction
GearUp	\$177,201	\$8,985
EEDA	\$1,180,576	\$59,861
Total from Program Specific Funds		\$68,846
Total 3% Reduction		\$241,177

Provisos

Provisos

FY 2016-17 Provisos and FY 2017-18 Requests

FY17 No.	FY18 No.	Proviso	History & Info	Action
11.1	11.1	(CHE: Contract for Services Program Fees) The amounts appropriated in this section for “Southern Regional Education Board Contract Programs” and “Southern Regional Education Board Dues” are to be used by the commission to pay to the Southern Regional Education Board the required contract fees for South Carolina students enrolled under the Contract for Services program of the Southern Regional Education Board, in specific degree programs in specified institutions and the Southern Regional Education Board membership dues. The funds appropriated may not be reduced to cover any budget reductions or be transferred for other purposes.	<p>Proviso in existence since at least 91-92.</p> <p>Provides for SC’s participation in SREB and Contract for Services programs which have included Veterinary Medicine since 1958 and Optometry since 1973.</p> <p>Appropriations in FY16: SREB Contract Programs and Assessments, \$3,849,250</p>	Keep
11.2	11.2	(CHE: African-American Loan Program) Of the funds appropriated to the Commission on Higher Education for the African American Loan Program, 73.7 percent shall be distributed to South Carolina State University and 26.3 percent shall be distributed to Benedict College, and must be used for a loan program with the major focus of attracting African-American males to the teaching profession. The Commission of Higher Education shall act as the monitoring and reporting agency for the African-American Loan Program. Of the funds allocated according to this proviso, no more than ten percent shall be used for administrative purposes.	<p>Proviso established in FY96.</p> <p>Appropriations in FY16: \$119,300. Per the proviso \$87,924 to SC State and \$31,376 to Benedict.</p>	Keep
11.3	11.3	(CHE: GEAR-UP) Funds appropriated for GEAR-UP shall be used for state grants programs to reach disadvantaged middle school students to improve their preparation for college. Eligible South Carolina public schools and public institutions of higher education shall cooperate with the Commission on Higher Education in the provision of services under the Gaining Early Awareness and Readiness for Undergraduate Programs (GEAR-UP) grant.	<p>Proviso established in FY00.</p> <p>CHE is designated by Governor as the lead entity in SC to receive the federal GEAR UP (Gaining Early Awareness and Readiness for Undergraduate Programs). The current grant (3rd) was awarded in 2011 and provides \$22.3 million over 7 years. The grant activities serve a cohort of students beginning in 7th grade along the I-95 corridor.</p> <p>Appropriations in FY16: State \$177,201 and Federal \$3,620,801</p>	Keep

FY 2016-17 Provisos and FY 2017-18 Requests

FY17 No.	FY18 No.	Proviso	History & Info	Action
11.4	11.4	(CHE: EPSCoR Committee Representation) With the intent that the four-year teaching institutions receive a portion of EPSCoR funding, the State EPSCoR Committee shall have an executive committee consisting of one representative from each of the research institutions and one representative from the four-year teaching university sector.	<p>Proviso established in FY01.</p> <p>Proviso ensures representation of 4-year teaching institutions in the federal Experimental Program to Stimulate Competitive Research (EPSCoR) which is designed to increase research as SC public institutions.</p>	Keep
11.5	11.5	(CHE: SREB Funds Exempt From Budget Cut) In the calculation of any across the board cut mandated by the Executive Budget Office or General Assembly, the amount which the Commission on Higher Education is appropriated for Southern Regional Education Board (SREB) Professional Scholarship Programs and Fees, Dues and Assessments shall be excluded from the Commission on Higher Education's base budget. Funds appropriated for SREB programs may be carried forward into the current fiscal year and expended for the same purpose by the Commission on Higher Education.	<p>Proviso established in FY02.</p> <p>Necessary to enable state to meet contractual obligations in the event of mid-year budget cuts and enables programs funds to be carried forward and used for the same purpose.</p>	Keep
11.6	11.6	(CHE: Performance Improvement Pool Allocation) Of the funds appropriated to the Commission on Higher Education under Section II. Other Agencies & Entities: Special Items: Performance Funding, eighty percent will be allocated to the EPSCoR program under the Commission on Higher Education to improve South Carolina's research capabilities and twenty percent will be allocated to support the management education programs of the School of Business at South Carolina State University.	<p>Proviso initially provided for a performance improvement pool under Performance Funding. In FY02, the funds controlled by this line were redirected to EPSCoR and SC State.</p> <p>Appropriations in FY16: \$1,397,520 total with \$1,118,016 to EPSCoR and \$279,504 to SC State.</p>	Keep
11.7	11.7	(CHE: Troop-to-Teachers) Members of the Armed Forces either active-duty, retired, or separated who are admitted to and enrolled in the South Carolina Troop-to-Teachers Alternative Route to Certification program are entitled to pay in-state rates at participating state institutions for requisite program work.	<p>Proviso established in FY03</p> <p>Allows in-state rates for military participating in Troops-to-Teacher Alternate certification. Program was housed at CHE but moved to SDE in early 2000s.</p>	Keep (could codify)

FY 2016-17 Provisos and FY 2017-18 Requests

FY17 No.	FY18 No.	Proviso	History & Info	Action
11.8	11.8	(CHE: Need-Based Grants for Foster Youth) For the current academic year, youth in the custody of the Department of Social Services and attending a higher education institution in South Carolina are eligible for additional need-based grants funding of up to \$2,000 above the \$2,500 maximum. Foster youth must apply for these funds no later than May first, of the preceding year. All other grants, both state and federal, for which these foster youth are eligible must be applied first to the cost of attendance prior to using the additional need based grant funding. If the cost of attendance for a foster youth is met with other grants and scholarships, then no additional need-based grant may be used. The Department of Social Services, in cooperation with the Commission on Higher Education will track the numbers of recipients of this additional need-based grant to determine its effectiveness in encouraging more foster youth to pursue a secondary education. No more than \$100,000 may be expended from currently appropriated need based grants funding for this additional assistance.	<p>Proviso established in FY06.</p> <p>Enables foster youth to qualify for greater need-based grant awards at public institutions than currently allowed under the program.</p>	Keep
11.9	11.9	(CHE: Tuition Age) For the current fiscal year, the age limitation for those children of certain war veterans who may be admitted to any state-supported college, university, or post high school technical education institution free of tuition is suspended for eligible children that successfully appeal the Division of Veterans Affairs on the grounds of a serious extenuating health condition.	<p>Proviso established in FY09.</p> <p>SC Code of Laws §59-111-20 provides free tuition to certain children of war veterans killed in action and limits access to students aged 26 years and younger. Proviso allows the age to be waived for appealed extenuating health circumstance documented and certified by Division of Veterans Affairs.</p>	Keep
11.10	11.10	(CHE: LIFE and Palmetto Fellows Enhancement Stipends) In the current fiscal year before fall awards are made, to continue eligibility for LIFE and Palmetto Fellows Enhancement Stipends, students shall certify and the institutions shall verify that the student is meeting all requirements as stipulated by the policies established by the institution and the academic department to be enrolled as a declared major in an eligible program and is making academic progress toward completion of the student's declared eligible major. These determinations are subject to the verification and audit of the Commission on Higher Education. Institutions shall return funds determined to have been awarded to ineligible students.	Proviso established in FY11	Keep

FY 2016-17 Provisos and FY 2017-18 Requests

FY17 No.	FY18 No.	Proviso	History & Info	Action
11.11	11.11	(CHE: SmartState) The Commission on Higher Education is prohibited from expending any source of funds on the marketing of the SmartState Program.	Proviso established in FY13	Keep
11.12	11.12	(CHE: College Transition Need-Based Grants) Of the currently appropriated need-based grants funding, no more than \$350,000 shall be used to provide need-based grants to South Carolina resident students enrolled at a public institution of higher education in an established college transition program that serves students with intellectual disabilities. The Commission on Higher Education shall allocate the available funds to eligible institutions on the basis of student need and enrollment in the established college transition programs. All other grants and gift aid for which these students are eligible must be applied first to the cost of attendance prior to using the need-based grant funding. If the cost of attendance for an eligible student is met with all other grants and gift aid, the need-based grant shall not be used. The participating institutions, in cooperation with the Commission on Higher Education, shall track the number of grant recipients and other information determined necessary to evaluate the effectiveness of these grants in assisting students with intellectual disabilities in college transition programs.	<p>Proviso established in FY14 and updated in FY15 for continuation.</p> <p>Proviso established to re-direct recurring funding provided to a non-profit (Charleston Transition Connection) to be dedicated to need-based grant assistance for students now enrolled in recognized transition programs (USC, Clemson, College of Chas., Coastal, and as of spring 2015, Winthrop). The dedicated funding is \$179,178, the level of CTC appropriations since FY12. CTC received recurring funding initially in FY08.</p>	Keep
11.13	11.13	(CHE: Scholarship Awards) A student may receive a Palmetto Fellows or LIFE scholarship award during the summer, in addition to fall and spring semesters of an academic year, provided continued eligibility requirements are met as of the end of the spring semester. Students must enroll full-time, which for purposes of the summer award will require enrollment in at least twelve hours over the course of the summer. The summer is defined as the period between the end of the spring term and prior to the opening of the fall term. The total summer award per student may not exceed half of the allowable academic year award up to the cost of attendance and must be reimbursed if less than twelve hours for academic credit are not attempted by the student during summer sessions. If awarded in the summer, a student's total award during his or her enrollment may not exceed the amount that would otherwise be provided under current semester limits applied for the scholarship awards. The Commission on Higher Education may provide additional guidelines necessary to ensure uniform implementation.	The General Assembly established in the FY15 budget provisions at left to initiate awards of Palmetto Fellows and LIFE in the Summer. The provision was continued in FY16. CHE has adopted guidelines for implementation and the program is in effect.	Keep (Provision could be codified)

FY 2016-17 Provisos and FY 2017-18 Requests

FY17 No.	FY18 No.	Proviso	History & Info	Action
11.14	11.14	(CHE: Other Funded FTE Revenue) When institutions of higher learning request additional other funded full-time equivalent positions, the Executive Budget Office shall inform the Commission on Higher Education of its decision regarding the request and whether or not sufficient revenues exist to fund the salary and fringe benefits for the positions.	New Proviso in FY16	Keep
11.15	11.15	(CHE: Abatements) By November first of each year, state supported institutions of higher learning must submit to the Commission on Higher Education the total number of out-of-state undergraduate students during the prior fiscal year that received abatement of rates pursuant to Section 59-112-70 of the 1976 Code as well as the total dollar amount of the abatements received. The report must include the geo-origin of the student, class of the student, comprehensive listing of all financial awards received by the student, number of semesters the student has received the abated rate, as well as the athletic status of the student. The report must also include the calculation method used to determine the abatement amount awarded to students as well as the number of students that received educational fee waivers pursuant to Section 59-101-620.	New Proviso in FY16 CHE collected institutional data as required by October 1.	Keep
11.16	11.16	(CHE: Outstanding Institutional Debt) By November first, institutions of higher learning must submit to the Chairman of the Senate Finance Committee, the Chairman of the House Ways and Means Committee, and the Commission on Higher Education, or its successor entity, data on all outstanding institutional debt for their respective institution. Data shall include, but not be limited to, the amount of the initial debt, year in which the debt was incurred, the year in which the debt will be satisfied, the repayment schedule, and the purpose for which the debt was incurred.	New Proviso in FY16	Keep

FY 2016-17 Provisos and FY 2017-18 Requests

FY17 No.	FY18 No.	Proviso	History & Info	Action
117.42	117.42	(GP: Life and Palmetto Fellows Scholarships Waiver Exemption) Any provision in permanent law or in Part IB, Section 117 of this act, except that which is specified for LIFE and Palmetto Fellows Scholarships, that would require general fund appropriations other than what is specified in Part IA of this act is waived for the current fiscal year.	Proviso established initially in FY04	Keep
117.72	117.72	<p>(GP: Printed Report Requirements) For Fiscal Year 2016-17, state supported institutions of higher learning shall not be required to submit printed reports mandated by Sections 2-47-40, 2 47 50, and 59-103-110 of the 1976 Code, and shall instead only submit the documents electronically.</p> <p>Submission of the plans or reports required by Sections 59 101-350, 59-103-30, 59-103-45(4), and 59-103-160(D) shall be waived for the current fiscal year, except institutions of higher learning must continue to report student pass rates on professional examinations, and data elements otherwise required for the Commission on Higher Education Management Information System. The commission, in consultation with institutions, shall take further action to reduce data reporting burdens as possible.</p> <p>(B) For Fiscal Year 2016-17, the Department of Agriculture shall not be required to submit printed reports mandated by Section 46-49-10 of the 1976 Code. The department shall provide these reports electronically and shall use any monetary savings for K5-12 agricultural education programs.</p> <p>(C) For Fiscal Year 2016-17, the Department of Health and Human Services shall not be required to provide printed copies of the Medicaid Annual Report required pursuant to Section 44-6-80 of the 1976 Code and shall instead only submit the documents electronically.</p> <p>(D) For Fiscal Year 2016-17, the Department of Transportation shall not be required to submit printed reports or publications mandated by Sections 1-11-58, 2-47-55, and 58-17-1450 of the 1976 Code.</p> <p>The Department of Transportation may combine their Annual Report and Mass Transit Report into their Annual Accountability Report.</p>	<p>Proviso implemented in FY10 to reduce reporting requirements during the Recession</p> <p>Suspends various reports across several agencies including certain higher education reports to CHE including those related to institutional effectiveness and performance funding and the annual reporting of grievances and action under the English Fluency in Higher Learning Act. The proviso also required certain reports submitted for the CPIP process to be submitted only in electronic format.</p>	Keep

FY 2016-17 Provisos and FY 2017-18 Requests

FY17 No.	FY18 No.	Proviso	History & Info	Action
		<p>11.##. (CHE: Institutional submission of budget requests) Budget requests from each public institution of higher education learning shall be submitted to the Commission on Higher Education, except that the State Board for Technical and Comprehensive Education shall submit to the commission the total requests of the technical and comprehensive educational institutions.</p> <p>Budget requests submitted to the commission by each institution and the State Board for Technical and Comprehensive Education must include all state, federal, and other funds subject to annual audit by the State. Such other financial information that may not be included in the budget requests shall be submitted to the commission, upon request, by each institution and the State Board for Technical and Comprehensive Education.</p> <p>Once approved, the commission shall submit the budget requests for the public higher education system to the Governor and appropriate standing committees of the General Assembly in conjunction with the preparation of the annual general appropriations act for the applicable year.</p>	<p>CHE has responsibilities under 59-103-35 with respect to the submission of budget requests of the public institutions of higher learning. CHE is recommending further clarification of its authority in the processing of budgets and proposes that a new proviso be added to clarify the current statute. The proposed proviso would require that budget requests be submitted to CHE which will in turn review and approve the requests and transmit its recommendations directly to the Governor and House and Senate Finance Committees for purposes of the annual budget process.</p>	Add

FY 2016-17 Provisos and FY 2017-18 Requests

FY17 No.	FY18 No.	Proviso	History & Info	Action
		<p>11.XX (CHE: Program Approval and Termination) The Commission on Higher Education shall have the authority to recommend the termination of an existing program at any public institution of higher learning as defined in 59-103-35 and shall submit program termination recommendations to the Senate Education Committee and the House Education and Public Works Committee no later than the second Tuesday in January of each year. An appeal of this recommendation may be made by the governing board of an affected institution within sixty days to the Senate Education Committee and the House Education and Public Works Committee which will hear the parties to the appeal. If the committees concur in the recommendation for termination, the program will be terminated at a time to be determined by the commission. A decision shall be reached by the committees within one hundred and twenty days from the date of the filing of the appeal. Should the committees fail to reach a decision within the one hundred and twenty days, the decision of the commission will prevail. The commission shall maintain policies and procedures for the approval of new programs and termination of existing programs.</p>	<p>CHE has responsibilities for program approval pursuant 59-103-35 and related 59-101-150 and is seeking to re-establish authority for recommending program termination. The proposed proviso would provide clarification and enable the Commission to recommend program termination.</p>	<p>Add</p>

FY 2016-17 Provisos and FY 2017-18 Requests

FY17 No.	FY18 No.	Proviso	History & Info	Action
		<p>11.## (CHE: Institutional Maintenance Funds) -- Title suggested if not included within Proviso 3.3 (LEA FY 2015-16 Lottery Funding) Of the funds appropriated in sub item above for the Commission on Higher Education--Maintenance-Critical Care and Replacement-1 to 1 Match, each public four-year university, two-year branch campus and state technical college shall use the amount appropriated only for critical repair and related maintenance and/or other critical equipment and systems repair and maintenance that are necessary for the safe and efficient operation of an institution's physical plant in its support of the institution's educational purpose.</p> <p>Funds must not be used for new construction and may only be utilized by an institution to the extent the funds are matched by the institution for necessary repair and maintenance projects generally.</p> <p>Matching funds exclude supplemental, capital reserve, lottery, or non-recurring state funds appropriated to an institution either in the current fiscal year or from a prior fiscal year for repair and maintenance or deferred maintenance projects.</p> <p>Prior to the distribution of these funds, institutions must certify to the Commission on Higher Education, in a manner it prescribes, the extent to which they have met this requirement, including the sources of funds utilized to meet this requirement. The distribution of the funds shall be based on a formula derived by the Commission on Higher Education such that institutions participating in the distribution must demonstrate that a Maintenance Reserve Account has been established; that student tuition and fees include a dedicated maintenance fee; and that out-of-state students are assessed an amount greater than or equal to their share of the maintenance program costs.</p> <p>Not later than one hundred twenty days after the close of the fiscal year, the Commission on Higher Education shall report to the Chairman of the Senate Finance Committee and the Chairman of the House Ways and Means Committee regarding the utilization of this provision.</p> <p>Funds may be carried forward and utilized for the same purpose, subject to the matching requirement.</p>	<p>Should funding be included for critical maintenance and repair, CHE recommends that the language for allocation that has been used for past distributions of such funds be changed to enable CHE to allocate funds based on a formula derived by CHE. Additionally, CHE is requesting that institutions participating in any such distribution be required to demonstrate 1) that a Maintenance Reserve Account has been established; 2) that student tuition and fees include a dedicated maintenance fee; and 3) that out-of-state students are assessed an amount greater than or equal to their share of maintenance program costs.</p>	Add



QUESTIONS?

THANK YOU